3.15 SOCIOECONOMICS

This section describes recent and current social and economic trends and conditions in and near the CD-C project area, the geographic area that would be primarily affected by the Proposed Action or alternatives. Information for this section was derived from a variety of published documents and from interviews with local officials and service administrators. A Baseline Socioeconomic Technical Report (STR) was prepared in 2008 (available on the BLM website for this document), which examined a wide range of socioeconomic conditions and trends in and near the project area. These trends have been monitored over time, updated, and are presented in this section of the EIS.

Natural gas development has been ongoing in the project area for more than 50 years but the pace of such development accelerated between 1999 and 2004, then remained high through 2007/2008, contributing to an economic expansion in Carbon and Sweetwater counties during that same period. Natural gas development activity in the region was subsequently curtailed in the wake of the national economic recession that began in December 2007, the repercussions of which continue at the time of this assessment (mid-2011).

Figure 3.15-1, which displays the total number of wells (which are mostly natural gas wells) in production in Carbon and Sweetwater counties between 2000 and 2010, illustrates the high levels of natural gas activity in the early to mid-years of the decade and the subsequent leveling-off of development in 2008–2009. Development began to accelerate again in Sweetwater County during 2010, but remained fairly flat in Carbon County.

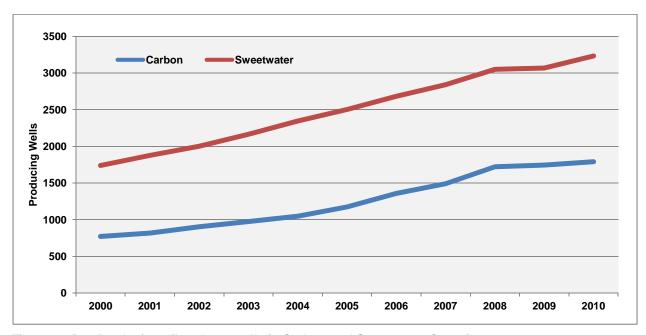


Figure 3.15-1. Producing oil and gas wells in Carbon and Sweetwater Counties, 2000-2010

Socioeconomic effects of historic and ongoing oil and gas development in the project area and the two-county area are included in this Affected Environment section, as information about these effects provides valuable insight into the potential effects of the Proposed Action and alternatives and the historic and cumulative contexts in which they would occur. The socioeconomic effects of the recent energy-related economic expansion and subsequent contraction are particularly illustrative of potential future socioeconomic effects of similar occurrences. This section also discusses the often cyclical nature of oil and gas development and the effects of those expansion and contraction cycles on socioeconomic conditions within the study area.

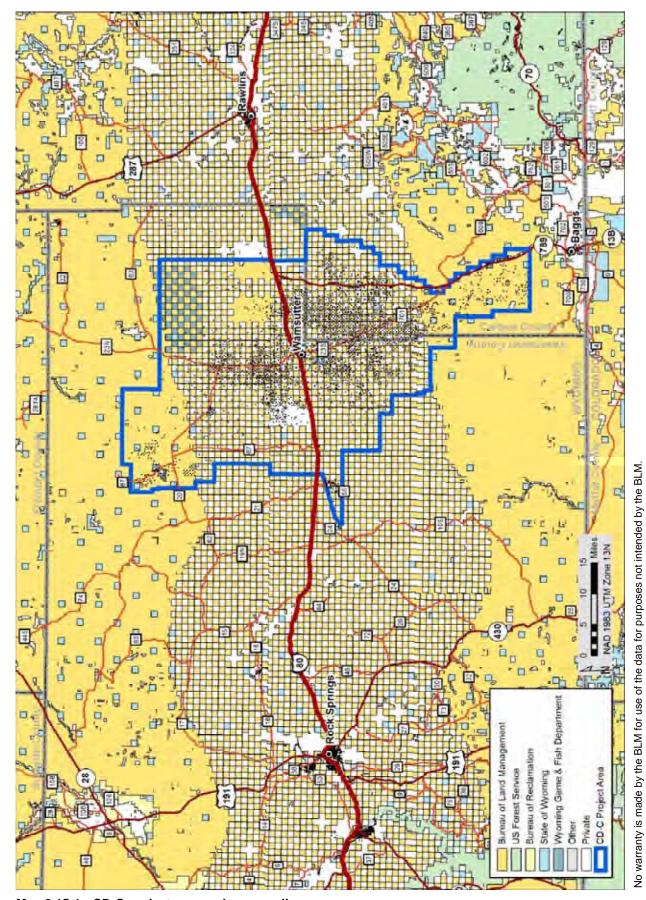
The project area is located in western Carbon and eastern Sweetwater Counties in south central Wyoming (see **Map 3.15-1**). Five communities are likely to be primarily affected by natural gas development and production in the project area: Rawlins and Baggs in Carbon County and Wamsutter, Rock Springs, and Green River in Sweetwater County. The Town of Wamsutter is near the geographic center of the project area and is the only incorporated community within the project area. Although sharing some economic and social characteristics, each community is unique.

The project area is about 40 miles across from east to west, and extends 20 to 25 miles north and up to 45 miles south of I-80, being somewhat keyhole-shaped in general form (**Map 3.15-1**). I-80 bisects the project area along an east-to-west alignment. Along I-80, the eastern boundary of the project area is about 25 miles west of Rawlins, the Carbon County seat. The western boundary of the project area is about 40 miles east of Rock Springs in Sweetwater County. Approximately 80 percent of the total project area is located in Sweetwater County, and approximately 60 percent is within the "checkerboard" of federal/fee ownership pattern created by federal land grants to the railroad to promote development of the transcontinental railroad.

The project area is sparsely populated; there are few permanently occupied residences outside of Wamsutter, although some ranch facilities and a few rural cabins and privately owned lots are occupied on a seasonal basis, the latter by the owners who park recreational vehicles (RVs) or camp. Green River, the Sweetwater County seat, lies about 50 miles west of the project area along I-80.

The Carbon County town of Baggs lies about 8 miles southeast of the project area.

Four other communities—the Carbon County towns of Dixon and Sinclair and the Sweetwater County towns of Bairoil and Superior—may also be minimally affected by the Proposed Action and alternatives. The size of these communities and their land ownership, lack of temporary housing, and/or distance from the project area indicate that substantial growth or other socioeconomic effects of the CD-C project would be unlikely.



Map 3.15-1. CD-C project area and surrounding area

3.15.1 Economic Conditions

Economic conditions and trends for the study area were identified based on data from the U.S. Census Bureau, the U.S. Bureau of Economic Analysis, the U.S. Bureau of Labor Statistics, the *Economic Profile System*, from Headwaters Economics, available online at: http://headwaterseconomics.org/tools/eps-hdt and from other federal, state, and local sources as cited in the text.

Local economic development and diversification efforts, coupled with expansion in mining, energy resources, and the local trade and services industries, brought about a period of economic stability through the 1990s with total employment fluctuating around 24,500 jobs (**Figure 3.15-2**).

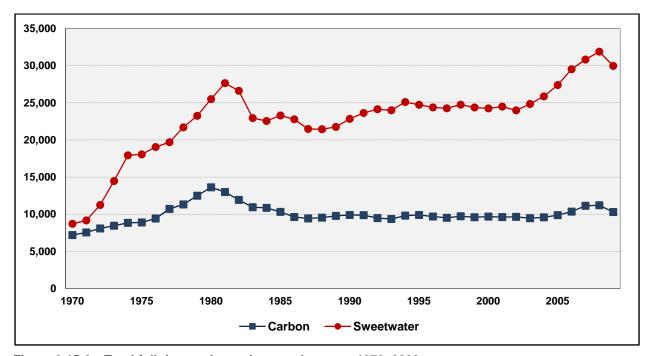


Figure 3.15-2. Total full-time and part-time employment, 1970-2009

Source: U.S. Bureau of Economic Analysis, 2011.

In 2002/03, natural gas development again became a driving economic force in Sweetwater County, prompted by national energy policy, record-high energy prices, and other factors. From the 2002 level of 23,989 jobs, over 3,400 jobs were added through 2005, with about 4,700 additional jobs added through 2008. Available data indicate a net loss of more than 2,400 wage and salary jobs in 2009, or about 7.5 percent of all such jobs, with a modest increase of approximately 500 jobs in 2010 (U.S. of Economic Analysis 2011, Wyoming Department of Employment 2011).

In Carbon County, employment also climbed dramatically in the early 1970s, primarily due to energy resource development (coal, uranium, and oil and gas). The net gain of 6,437 jobs between 1970 and 1980 represented a 90-percent increase in total employment. Like neighboring Sweetwater County, much of the gain in Carbon County was transitory as nearly 4,200 jobs were lost during the early/mid-1980s as the local coal and uranium industries both contracted. Thereafter the local economy remained relatively stable through 2004, at least in terms of employment. More than 200 new jobs were added between 2002 and 2005, and nearly another 1,500 jobs added through 2008. Approximately 1,000 wage and salary jobs were lost in Carbon County in 2009, nearly 10 percent of all jobs in existence at the beginning of the economic recession in late 2007, with a further loss of about 200 jobs in 2010. Although the recession figured in some of the job cutbacks, a substantial number of the losses were associated with the scheduled

completion of a major facility upgrade at the Sinclair Refinery (U.S. Bureau of Economic Analysis 2011, Wyoming Department of Employment 2011).

Table 3.15-1 displays the current composition of the local economies in terms of covered employment. Mining, construction, and transportation/warehousing are the primary sectors in Sweetwater County's economic base. In addition to oil and gas development, the mining industry includes two active coal mines and four trona mines. Trade, hospitality services, health care, education, and public-sector employment are also important local economic sectors.

The mining sector has historically been important to Carbon County, but despite the level of recent and ongoing energy resource development in the region, the mining sector currently plays a more limited role in the Carbon County economy than that of its western neighbor. Pipeline and wind-energy facility construction, state government, health care, and the trade, accommodations, and food-service industries have also been important to the Carbon County economy.

Table 3.15-1. Full-time and part-time covered employment, by industrial sector, 2009

| Industrial Coston | Carbo | n County | Sweetwa | ter County |
|--|--------|------------|---------|------------|
| Industrial Sector | Number | % of Total | Number | % of Total |
| Private | | | | |
| Agriculture, Forestry, Fishing, and Hunting | 198 | 2.7% | 13 | 0.1% |
| Mining | 290 | 4.0% | 5,446 | 22.3% |
| Utilities | 75 | 1.0% | NR | n/a |
| Construction | 533 | 7.3% | 1,685 | 6.9% |
| Manufacturing | NR | n/a | 1,314 | 5.4% |
| Wholesale Trade | 62 | 0.8% | 761 | 3.1% |
| Retail Trade | 759 | 10.4% | 2,408 | 9.9% |
| Transportation & Warehousing | 235 | 3.2% | 1,278 | 5.2% |
| Information | 82 | 1.1% | 219 | 0.9% |
| Finance & Insurance | 149 | 2.0% | 434 | 1.8% |
| Real Estate & Rental & Leasing | 83 | 1.1% | 439 | 1.8% |
| Professional & Technical Services | 136 | 1.9% | 532 | 2.2% |
| Management of Companies and Enterprises | NR | n/a | NR | n/a |
| Administrative and Waste Services | 119 | 1.6% | 418 | 1.7% |
| Educational Services | NR | n/a | 45 | 0.2% |
| Health Care and Social Assistance | 445 | 6.1% | 1,019 | 4.2% |
| Arts, Entertainment, and Recreation | 79 | 1.1% | 131 | 0.5% |
| Accommodation and Food Services | 859 | 11.8% | 2,304 | 9.4% |
| Other Services, Except Public Administration | 154 | 2.1% | 600 | 2.5% |
| Subtotal private | 4,715 | 64.5% | 19,545 | 80.0% |
| Government | 2,134 | 29.2% | 4,375 | 17.9% |
| Total reported | 6,849 | 68.8% | 19,545 | 81.7% |
| Not Reported (NR) due to disclosure guidelines | 457 | 31.2% | 4,375 | 18.29% |
| TOTAL | 7,308 | 100.0% | 23,920 | 100.0% |

Source: Wyoming Department of Employment, 2010.

Labor Market Conditions

Local labor markets are reflective of the underlying economic and demographic conditions. From 1990 through 2002, the pool of residents employed or actively seeking work remained relatively steady in Sweetwater County. Fueled by expanded economic opportunities associated primarily with natural gas development, migration, and increases in labor-force participation among residents, the local labor force

has since expanded by almost 3,700 individuals, or 19 percent in five years. In Carbon County, the local labor force underwent a slow but protracted decline from 1990 through 2004, shrinking by nearly 1,200 individuals or 14 percent. This period is also characterized by steady out-migration of former residents.

Labor demand tied largely to the increase in natural gas development spawned a reversal in trends, attracting more than 700 current and immigrating individuals into the Carbon County work force between 2004 and 2008. During the same period, the resident labor force in Sweetwater County expanded by more than 3,200 individuals, approximately 14 percent (**Figure 3.15-3**). More recently, weaker labor demand brought about by the recession and associated impacts on natural gas development in the region resulted in labor force contractions.

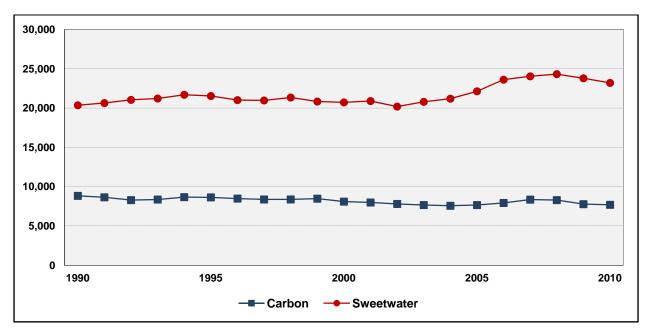


Figure 3.15-3. Local resident labor force: 1990-2010

Source: U.S. Bureau of Labor Statistics, 2011.

Unemployment in the region since 1990 had generally been between 5.0 and 6.5 percent, on par with or slightly above the statewide average (**Figure 3.15-4**). Migration and commuting play important roles in moderating local unemployment rates. Local unemployment rates dropped sharply in 2000, with a more protracted decline between 2004 and 2008. During the recent expansion, labor markets were tight across the state due to the high demand for labor associated with ongoing energy development. In Sweetwater County average annual unemployment dropped to a record low of 2.3 percent in 2007, representing fewer than 600 individuals unable to find work, or temporarily between positions. Carbon County also had record low unemployment in 2007, averaging just over 250 unemployed, representing 3.0 percent of the local labor force (U.S. Bureau of Labor Statistics 2010). The effective unemployment rate was likely even lower as the estimates of the local labor force used to calculate unemployment rates may not capture all non-resident laborers working in the area but living in motels, RV parks, and other temporary housing.

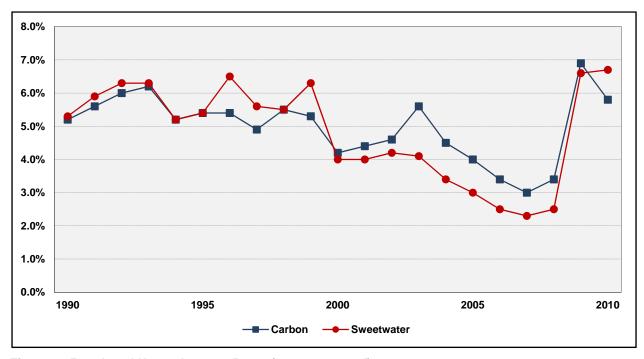


Figure 3.15-4. Local Unemployment Rates (average annual): 1990–2010

Source: U.S. Bureau of Labor Statistics, 2011.

The tight labor market was reflected in across-the-board labor shortages in Carbon and Sweetwater counties. All economic sectors appear to be affected by the high demand for workers. The labor shortage resulted in higher wages, bonuses, and per-diem payments in the natural gas industry. High wages in the natural gas industry resulted in job shifts and worker loss in other sectors of the economy, creating upward pressure on wages for employees across the private and public sectors. Even with the increase in wages, local and state government and private businesses were frequently short-staffed and experienced high employee turnover during 2007 and 2008 (Derragon 2008, Rader 2007, Spicer 2007). Shortages of affordable housing in Carbon and Sweetwater counties (discussed in **Section 3.15.5**) impeded recruitment of non-local workers, who frequently had difficulty competing for housing with higher-paid gas-industry workers. Natural gas service companies were required to develop or contract for temporary housing for employees, many of whom were rotated in and out of the area on a temporary basis.

Employers in other sectors of the economy were in some cases constrained from expanding their business because of labor shortages. Some retail and service businesses had to limit business hours and, in at least one case, temporarily ceased operating because of their inability to attract or retain employees.

A slowdown in the pace of natural gas development, combined with the effects of the recession and the housing mortgage crisis, resulted in substantial economic dislocation and job losses in the region. Unemployment and unemployment rates more than doubled between 2008 and early 2010, peaking at 7.3 percent and 564 unemployed in Carbon County. Peak unemployment in Sweetwater County topped 2,000 individuals in early 2010, representing 8.8 percent of the labor force. More recently, local unemployment has declined, to 5.3 percent and 392 unemployed in Carbon County and 5.6 percent and 1,345 unemployed in Sweetwater County in March 2011 (U.S. Bureau of Labor Statistics 2011).

Sections 3.3 through 3.5 of the Baseline STR describe recent trends in key sectors of the Carbon and Sweetwater County economies including agriculture; minerals; and tourism, travel, and outdoor recreation. Section 3.6 of the STR discusses energy development effects on retirement migration and non-location-dependent businesses. Key findings of these sections are discussed below.

Agriculture

Farm employment has been trending downward in Carbon and Sweetwater counties since 1970. Carbon County farm employment decreased from 741 in 1970 to 564 in 2000, a 23-percent decrease over the two decades. Farm employment continues to trend downward in Carbon County, falling below 400 in 2005 and to 369 in 2009.

Sweetwater County farm employment decreased from 552 to 201, a 63.5-percent decrease in the same period (Headwaters Economics 2007a and 2007 b). Farm employment has since trended upward, to 266 in 2009.

A total of 287 individual farms and ranches, operating on nearly 2.2 million acres of land, were recorded in Carbon County in the 2007 Census of Agriculture. Both totals represent slight declines relative to the corresponding totals tallied in the 2002 Census of Agriculture. In 2007, a total of 244 farms and ranches, operating nearly 1.5 million acres of land, were tallied in Sweetwater County (National Agricultural Statistics Service 2009).

In 2008, local ranches and farms in the two counties reported total cash receipts of \$60.5 million in agricultural products, with livestock sales the primary source of agricultural revenue in both counties. Gross annual agricultural sales in Carbon County in 2008 were nearly four times the level in Sweetwater County during that year. Cash receipts from livestock and crop sales in Carbon County declined by approximately 20 percent over the past five years, but increased slightly in Sweetwater County (U.S. Bureau of Economic Analysis 2010).

Minerals

Mining employment in both counties reflect the period of intensive energy and minerals development in the late 1970s and early 1980s and the ensuing slowdown as world energy prices fell. Current and historical mining activity in the study area includes trona mining in Sweetwater County, and coal, uranium mining and oil and natural gas production in both counties. Mining employment in Carbon County peaked at 3,563 in 1980, declined to a low of 180 in 2003 and subsequently increased to 621 in 2008. Sweetwater County mining employment declined from its peak of 7,811 in 1981 to a 2000 low of 3,736,¹¹ climbing to 6,717 in 2008 (U.S. Bureau of Economic Analysis 2010). Recession related job losses in mining from 2008 to 2010 are estimated at about 200 in Carbon County and 500 to 600 in Sweetwater County (Wyoming Department of Employment, 2011).

Assessing recent mining-sector employment in the study area is complicated by the nature of employment practices in the natural gas industry. Acute labor and housing shortages within the study area during the boom years, coupled with the mobile nature of many natural gas drilling and service company operations, hampered the reporting and tracking of natural gas industry employees. Shortages of local labor resulted in many workers relocating to the study area on a temporary basis, working at job sites located in several counties while staying in temporary lodging near the work site, and then returning home for extended periods. Consequently their employment may not be recorded in the county where they are actually working, or if their employer is located outside the study area, these workers may not be recorded within the affected counties at all.

Oil and natural gas exploration and production have been important but volatile elements of the Carbon and Sweetwater County economies for well over 30 years. According to the Wyoming Oil and Gas Conservation Commission (WOGCC), Carbon County natural gas production increased from 75,851 million cubic feet (MMcf) in 1995 to 128,395 MMcf in 2009, or 69 percent. Production then declined by 4 percent, to 122,755 MMcf, in 2010. Carbon County oil production approached 1.82 million barrels (bbls) in 2009, about 38 percent higher than the 1995 level of 1.3 million bbls, but then declined to 1.59

Mining employment for 2001 through 2004 was not reported by the U.S. Bureau of Economic Analysis due to disclosure restrictions. Mining employment may have fallen even lower in 2001; however the current natural gas expansion began in 2002.

million bbls in 2010. During 2007, there were 1,620 total producing oil and gas wells in Carbon County, and the county produced 5.9 percent of total gas produced in Wyoming and 3.4 percent of total oil. By 2010, the number of producing wells had climbed to 1,791, with another 425 wells idle. Annual oil production had declined to about 1.6 million bbls. The production declines from 2009 to 2010 occurred in part due to the sharp decline in new wells completed in 2009 (WOGCC 2011b).

Annual natural gas production in Sweetwater County decreased from 238,000 MMcf in 1995 to 192,000 MMcf in 2000, but subsequently increased to 235,316 MMcf in 2007. Sweetwater County production accounted for about 12 percent of all natural gas produced in Wyoming and about 11 percent of all oil during 2007. The county had 3,234 producing oil and gas wells in 2010, compared to 3,089 in 2007. Total production of 240,144 MMcf of natural gas and 5.35 million bbls of oil occurred in Sweetwater County in 2010 (WOGCC 2011b).

The Sweetwater County economy is affected by oil and gas activity occurring beyond its borders. Over the last decade, Rock Springs has emerged as a natural gas service center for southwestern Wyoming. A number of oil and gas service companies that service the entire region have established major service centers in the Rock Springs area. Halliburton, Schlumberger, and BJ Services have all established major yards in the Rock Springs area and, according to the Sweetwater Economic Development Authority, employed a total of 1,360 employees in early 2007 (SWEDA 2007a).

Historically, natural gas sales prices in Wyoming were substantially lower than prices received for gas in other markets. This "price differential," resulting from constraints in natural gas transmission capacity to markets outside of Wyoming, was usually expressed as the difference between average Wyoming sales prices, e.g., prices at the Opal Hub, Cheyenne Hub, or some combination of the two, and those at Louisiana's Henry Hub. The Henry Hub is one of several reference pricing points for natural gas. Between January 2000 and December 2007, the price differential between Wyoming gas and national averages ranged from just a few cents to \$5.00 during the summer of 2007 (Wyoming Pipeline Authority 2008). The price differential effect fluctuated based on such factors as gas supply in Wyoming and weather and other demand factors.

This price differential is important for state and local government because it affects revenues from ad valorem and severance taxes and royalty payments and also affects gas company development decisions. Extension of the Rockies Express Pipeline to Midwestern markets in 2008 and 2009 saw some moderation of the price differential, and the completion of the Bison pipeline in northeastern Wyoming in early 2011 also had an effect. Further narrowing of the price differential is expected as additional gas transmission capacity comes online: the Ruby pipeline, which was completed in mid-2011 and transports gas from the Opal hub to Oregon; and two expansions of the Kern River pipeline, also originating in southwestern Wyoming, which were completed in April 2010 and October 2011 (Kern River 2012, Ruby Pipeline LLC 2011, Wyoming Pipeline Authority 2010).

Travel and Tourism, Including Outdoor Recreation

Travel and tourism in the region, including non-residents engaged in outdoor recreation locally, generate important contributions in the local economy. In addition to the economic benefits, outdoor recreation, including hunting and fishing, is also an important contributor to the quality of life of many local residents.

Much of the tourism and travel in Carbon and Sweetwater counties is traffic passing through the region on I-80 which supports the lodging, dining, and entertainment sectors. These sectors also benefit from energy workers residing in the area on a temporary basis. An economic analysis of travel in Wyoming in 2006 estimated annual tourism and travel spending by non-residents of \$166.7 million and \$142.6 million in Sweetwater and Carbon counties, respectively. That spending supported an estimated 2,020 jobs in Sweetwater County and 1,560 jobs in Carbon County (Dean Runyan Associates 2007). Travel and tourism were also affected adversely by the economic recession. In 2009 estimated annual travel spending by non-residents in Sweetwater County was more than \$22 million lower than in 2006, with a

corresponding decline of 330 travel/tourism-related jobs. In Carbon County, the corresponding changes were \$12.6 million in lower spending and a loss of 300 jobs (Dean Runyan 2010).

Analysis of the seasonal variations in employment in the accommodations and food service sectors, and the comparative growth in spending in recent years, indicate that a noteworthy portion of those totals reflect travel in the I-80 corridor and the impacts of energy workers residing temporarily in the communities, rather than more traditional destination-type tourism. Local observations about the tourism and recreation economy in Carbon and Sweetwater counties help illuminate the findings of the Dean Runyon studies. Sweetwater and Carbon counties do not have major tourism attractions such as Yellowstone and Grand Teton National Parks that attract large numbers of destination visitors. Rather, the visitor economy in Carbon and Sweetwater counties is based on outdoor recreation, including hunting and fishing by non-residents, and non-local participation in local events such as historic/cultural celebrations, competitions, conventions, and conferences (Radar 2007, Spicer 2008).

The strong pace of natural gas development in Carbon and Sweetwater counties between 2000 and 2008 had both beneficial and adverse effects on tourism and recreation-related businesses. In addition to the general across-the-board increase in business, the beneficial effects of the gas expansion included increases in customers and occupancy rates during the traditional winter and spring off-seasons, which increased the year-round profitability of businesses catering to travelers. High demand also resulted in an increase in the number of lodging and dining establishments, which in turn increased the lodging and dining base for tourism and recreation visitors. High occupancy rates for lodging establishments also resulted in a dramatic increase in lodging tax revenues; lodging tax revenues increased from \$110,000 to \$362,000 between fiscal year 2002 and fiscal year 2008 in Rawlins, and from \$254,000 to \$615,000 in Rock Springs during the same period. Local tourism and recreation organizations have used these revenues to develop promotional materials and to promote events that bring visitors to the area and increase the average length of stay. Reductions in lodging tax revenues in the ensuing two years, to \$278,000 (-23 percent) in Carbon County and \$422,000 (-31 percent) in Sweetwater County, provide another measure of the recessionary effects on natural gas development and tourism in the area (Wyoming Dept. of Administration and Information, various years).

Adverse effects of natural gas and other energy development on the travel and tourism industry included the high energy-worker occupancy rates in lodging establishments, particularly during summer months, which reduced lodging availability for recreationists, event attendees, and travelers on I-80. Travel and tourism businesses, like most businesses in the study area, reported difficulty in recruiting and retaining employees during the boom years (Radar 2007, Spicer 2008).

Energy Development Effects on Retirement Migration and Non-Location-Dependent Businesses

Many communities view local economic diversification as a goal to help achieve economic stability. Recently, some groups and organizations have highlighted the importance of retirees and other sources of non-labor income, service and professional occupations, and non-location-dependent businesses as key to economic diversification in western communities. A number of recent studies espouse the potential role of amenity values, including those on public lands, in attracting retirement migration and non-location-dependent businesses to rural communities in the West and serving as a foundation of overall economic development strategy for rural western communities. Public comments during the scoping for this EIS and on other natural-resource-development actions in the region have expressed concern about the potential effects of energy development on the amenity values of public lands and the resultant

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^{12 &}quot;Travel" for the purposes of that analysis includes both business and pleasure travel by residents and non-residents that was more than 50 miles from the traveler's home. In the study area this would include spending by all travelers on I-80, as well as that by non-resident workers employed in the area on an extended basis but staying in local motels, hotels, and campgrounds. Although not explicitly addressed in the Runyan Report, the spending estimates likely capture some spending by non-local hunters and anglers.

detrimental effects on retirement migration, non-location-specific business attraction, and tourism/recreation visitation. Adverse effects on other sectors of the economy such as recreation and grazing, effects on environmental amenities, and general boom conditions such as scarcity and high cost of housing and labor shortages are also viewed as having the potential to dampen economic diversity in communities within the study area.

Section 3.6 of the Baseline STR examines retiree migration, non-location-specific business attraction, and tourism/recreation in Carbon and Sweetwater counties using an analytical framework combining comparative cross-sectional and time series analysis involving 198 rural counties in six western states. Among the findings of this analysis are the following:

Retirees

- Per-capita personal income growth in Carbon and Sweetwater Counties outpaced that of the 198 rural western counties, climbing to 119 percent of the average in Carbon County in 2005; and from 126 percent to 146 percent of the overall average between 1990 and 2005.
- Dividends, interest, and rent (DIR) and personal current transfers (PCT)¹⁵ are two measures of non-earned income typically correlated with retirees. The growth in per-capita DIR in Carbon and Sweetwater Counties between 1990 and 2005 substantially exceeded the rural western county average and the growth in PCT generally paralleled the rural average during that period. The latter is noteworthy given the high labor force participation in Sweetwater County and the large non-working population in Carbon County associated with the Wyoming State Penitentiary, suggesting that energy development did not prompt any relatively disproportionate out-migration of retirees or deter in-migration of new retirees.
- Anecdotal information and census data suggest that absent energy development, relatively few
 retirees would choose to relocate to the study area parts of Carbon and Sweetwater County from
 outside these counties. Some retirees move from smaller communities and ranches within these
 counties to Rawlins, Rock Springs, or Green River, and some retirees have accompanied family
 members relocating for employment purposes, but most of the growth in the retirement sector in
 these communities appears to be associated with the aging of the resident workforce (Ducker 2007,
 Archer, 2007).

These trends suggest little or no adverse effects of energy development with respect to influencing retirement income or migration within the study area when compared to all rural counties.

Non-Location-Dependent Businesses

- Carbon County has experienced more rapid growth in the number of non-farm proprietors and such proprietors account for a larger share of employment when compared to the peer group of all rural counties. Because of the presence of large trona and coal mines, soda-ash and fertilizer manufacturing plants, and large electric-power generating plants, Sweetwater County has had relatively fewer proprietors and has seen lower growth in the number of non-farm proprietors, a substantially lower share of employment accounted for by such proprietors. Also, the recent location of large oil and gas service companies in Rock Springs would contribute to the latter.
- Average annual income for non-farm proprietors in Carbon County, historically lower than the peer
 group, is now on par. However, the average income for non-farm proprietors in Sweetwater County
 is more than twice the average for all rural counties, and even higher than the averages for the urban
 and resort counties. The differences may indicate a higher tendency for part-time proprietors in rural

¹³ There are 249 counties in the six states. Of these, 198 were considered rural for the analysis; 43 were excluded as urban counties and eight were excluded as winter-resort communities that are fundamentally atypical from other counties in the region.

¹⁴ This analysis has not been revised since the original STR.

¹⁵ Personal current transfers (PCT) include unemployment, income maintenance, and retirement receipts,

areas as compared to Sweetwater County, or differences in the industries and activities in which non-farm proprietors are active in Sweetwater County.

While the non-farm proprietor data reveal differences between Carbon and Sweetwater counties as compared to the peer group, they are inconclusive with respect to whether or not energy development stimulates or adversely affects the recruitment or operations of location-independent non-farm proprietors.

Influence of Environmental Amenities

The project area is located some distance from the major population centers in both counties and has been the site of ongoing oil and gas development for over 40 years. Much of the project area has been affected by development, adversely affecting some outdoor amenities including wildlife and wildlife habitat, scenic vistas, and areas that provide opportunities for solitude.

Although no major regional scenic and recreation attractions are located within the project area, scoping comments indicate that several features within the area are important to some residents and non-residents alike, including a sage-grouse lek complex southeast of Creston, a small portion of the Red Lake Dunes Citizens' Proposed Wilderness located in the northwestern part of the project area, and the Chain Lakes WHMA located in the northeast portion of the project area. The importance of these and other environmental amenities located within and adjacent to the project area for attraction of retirees and non-location-dependent businesses to communities in the study area is not known. However, given the number of more widely known scenic and recreation attractions within the region, the distance to major communities, and the historic level of gas development activity and disturbance, the importance is likely low. It is not known if existing development within the project area adds to the existing cumulative effects on environmental amenities within the region and to the way the region is viewed by potentially relocating retirees and non-location-dependent businesses.

3.15.2 Population and Demographics

Figure 3.15-5 displays population statistics for Carbon and Sweetwater counties between 1970 and 2010. These statistics show the population effects of the mining and energy expansion, which began in the early 1970s, peaked in the early 1980s in both counties, and then began to decline. Carbon County population increased 69 percent between 1970 and 1982 and Sweetwater County population increased 149 percent during that period. Sweetwater County experienced a brief resurgence of the boom in the mid-1980s during construction of the Exxon La Barge gas-sweetening plant, expansion of the Jim Bridger power plant, construction of the Chevron Phosphate plant east of Rock Springs, and expansion of Western Wyoming College.

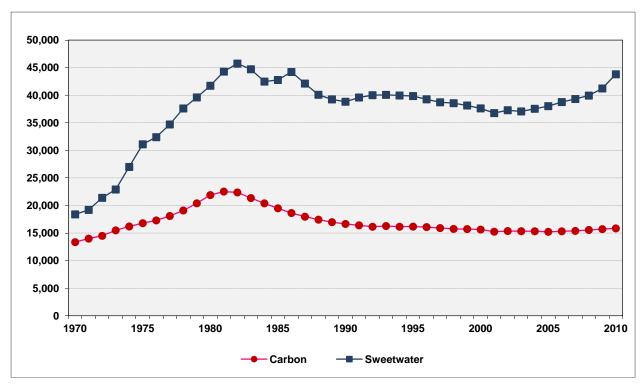


Figure 3.15-5. Population, Carbon and Sweetwater Counties: 1970-2010

Compiled from Wyoming Department of Administration and Information, Division of Economic Analysis and U.S. Census Bureau reports. 1970, 1980, 1990, 2000 and 2010 populations are Census data; other years are population estimates produced by U.S. Census Bureau.

Source: U.S. Census Bureau, 2010xx; U.S. Census Bureau, 2011xx and above.

Sweetwater County's population climbed moderately in the 1990s in conjunction with a number of construction projects and ongoing maintenance of mining and energy facilities. The county's recent natural gas-related growth surge began in 2004, though population in 2010 was still about 4 percent below the 1982 peak, according to 2010 Census counts. Carbon County continued its downward trend for much of the 1990s, and has fluctuated between 15,000 and 16,000 over the past decade.

Table 3.15-2 displays recent population estimates for selected communities in Carbon and Sweetwater counties. As shown, most of the communities within the study area experienced substantial growth during the past decade. Although Rawlins grew by 9 percent between 2005 and 2010, the net gain over the last decade was 3 percent as a result of population loss earlier in the decade.

Table 3.15-2. Population of selected Carbon and Sweetwater County communities: 2000–2010

| | 2000 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | Change 2000- 2010 | % Chg |
|-------------------|--------|--------|--------|--------|--------|--------|--------|-------------------------|-------|
| Carbon County | | | | | | | | | |
| Rawlins | 8,969 | 8,503 | 8,534 | 8,651 | 8,723 | 8,791 | 9,259 | 290 | 3% |
| Sinclair | 421 | 399 | 399 | 403 | 404 | 406 | 433 | 12 | 3% |
| Baggs | 348 | 347 | 363 | 388 | 403 | 423 | 440 | 92 | 26% |
| Dixon | 79 | 79 | 79 | 81 | 81 | 82 | 97 | 18 | 23% |
| Balance of County | 5,822 | 5,723 | 5,790 | 5,874 | 5,953 | 6,018 | 5,626 | -196 | -3% |
| County total | 15,639 | 15,051 | 15,165 | 15,397 | 15,564 | 15,720 | 15,855 | 216 | 1% |
| Sweetwater Coun | ty | | | | | | | | |
| Rock Springs | 18,589 | 18,474 | 18,956 | 19,629 | 20,160 | 20,905 | 23,036 | 4,447 | 24% |
| Green River | 11,806 | 11,528 | 11,702 | 12,047 | 12,115 | 12,411 | 12,515 | 709 | 6% |
| Wamsutter | 260 | 261 | 262 | 270 | 272 | 310 | 451 | 191 | 73% |
| Bairoil | 97 | 95 | 95 | 97 | 96 | 98 | 106 | 9 | 9% |
| Superior | 243 | 235 | 235 | 240 | 237 | 242 | 336 | 93 | 38% |
| Balance of County | 6,618 | 6,738 | 6,767 | 7,037 | 7,062 | 7,260 | 7,362 | 744 | 11% |
| County total | 37,613 | 37,331 | 38,017 | 39,320 | 39,942 | 41,226 | 43,806 | 6,193 | 16% |

Sources: U.S. Census Bureau, 2010 and 2011.

Sweetwater and Carbon County officials believe that U.S. Census population estimates do not fully reflect the population growth during the energy expansion years. The Sweetwater Economic Development Authority (SWEDA) developed population estimates for the county and its incorporated municipalities, based on residential electric accounts and an average persons-per-household estimate (2.58) obtained from the Wyoming Division of Economic Analysis. The SWEDA Sweetwater County population estimate of 48,000 for 2007 was over 20 percent higher than the 2007 Census estimate and as much as 128 percent higher for Wamsutter (SWEDA 2007b). Although they did not prepare their own estimates, Rawlins and Baggs officials also believed that the U.S. Census Bureau estimates during the 2006–2008 period substantially underestimated population in their communities, based on increases in utility hookups and building permits (Derragon 2008, Corners 2007).

The components of population-change statistics show a net out-migration of approximately 400 residents from Carbon County between 2000 and 2009, with a net in-migration of approximately 300 residents to Sweetwater County during the same period (U.S. Census Bureau 2010). These statistics may not fully capture the many temporary workers in both counties that accompanied the surge in natural gas development.

Based on the 2010 Census, residents of Carbon County tended to be somewhat older than those in Sweetwater County, but were similar in age to the population of the State of Wyoming and the United States overall. In Carbon County, nearly one of eight residents was 65 years or older, as compared to about one in 12 in Sweetwater County. The median age has stayed about the same in the last ten years in Carbon County (38.9 years), while the median age in Sweetwater County has dropped from 34.2 to 32.8 (U.S. Census Bureau 2011).

The largest shares of population in both counties are working age adults aged 18 to 64 years. In Carbon County, the number of persons aged 18 to 64 increased just slightly between 2000 and 2010, accounting for 63.5 percent of all residents in 2010. In Sweetwater County, the number of persons aged 18 to 64 increased by more than 4,500 individuals (19.2 percent) from 2000 to 2010. The number of young persons under age 17 and the number of persons 65 years and older in Sweetwater County also increased. Increases in the number of working-age persons in these counties can be correlated to recent increases in jobs, particularly in the mining sector, which attracts a high portion of working adults. Also consistent

with this pattern is the number of natural gas-related jobs attracting younger male workers who are unmarried or married but not accompanied by school-age children. In addition, the number of mining-sector jobs has increased noticeably in Sweetwater compared to Carbon County, which is also reflected in the major increase in working-age adults in Sweetwater County as compared to Carbon County.

The racial and ethnic compositions of the local populations reflect the influences of historical settlement patterns and economic factors, including substantial labor migration in response to the relative abundance of economic opportunity. According to the 2010 Census, Carbon County's resident population was 79.8 percent white and not Hispanic or Latino, with 20.2 percent of the population being made up of persons of other races, multiple races, and/or of Hispanic or Latino ethnicity. The minority population in Carbon County increased from 17.6 percent in 2000 to 20.2 percent in 2010. Sweetwater County has a larger share of the population that is white and not Hispanic or Latino, with 80.9 percent of the population as non-Hispanic white and 19.1 percent of the population being made up of persons of other races, multiple races, and/or Hispanic or Latino ethnicity. Though the percentage share of racial and ethnic minorities in these two counties is higher than for the State of Wyoming as a whole, it is much lower than that for the United States. The minority population in Sweetwater County has increased from 13.1 percent in 2000 to 19.1 percent in 2010. The largest racial and ethnic minority group in both counties is Hispanic and Latino, making up 16.8 percent of the Carbon County population and 15.3 percent of the Sweetwater County population.

The Economic Analysis Division of the Wyoming Department of Administration and Information (WEAD) prepares population forecasts for Wyoming and its counties and municipalities. The current forecasts, which pre-date the results of the 2010 Census, anticipated Carbon County's population increasing by about 5 percent over the next ten years, from 16,350 in 2011 to 17,230 in 2020 and then decreasing slightly to 17,140 by 2025. The forecasts show Sweetwater County population trending upward, increasing from 42,420 in 2011 to 47,220 in 2025—an increase of 11 percent during the 15-year period (WEAD 2008).

3.15.3 Housing

This section provides information about conventional and temporary housing resources in the study area. A shortage of housing during the boom period, particularly affordable housing, is a key issue routinely cited by the local officials, service administrators, and local residents interviewed for this assessment.

Table 3.15-3 displays housing information from the 2010 census.

Table 3.15-3. 2010 Census housing status by county and community

| | • | - | - | • | | | |
|----------------------------|------------------|---------|-------|----------------------|-----------------|----------------|-----------|
| | Carbon County | Rawlins | Baggs | Sweetwater County | Rock Springs | Green River | Wamsutter |
| Total Housing Units | | | | | | | |
| 2000 | 8,307 | 3,860 | 197 | 15,921 | 8,359 | 4,426 | 148 |
| 2010 | 8,576 | 3,960 | 223 | 18,735 | 10,070 | 5,002 | 286 |
| Change (%) | 3.0% | 3.0% | 13.0% | 18.0% | 20.0% | 13.0% | 93.0% |
| Occupancy Data, 2010 | | | | | | | |
| Total Occupied Units | 6,388 | 3,443 | 183 | 16,475 | 8,762 | 4,642 | 189 |
| Home-owner Occupied Units | 4,552 | 2,346 | 122 | 11,872 | 5,952 | 3,454 | 98 |
| Renter-Occupied Units | 1,836 | 1,097 | 61 | 4,603 | 2,810 | 1,188 | 91 |
| Total Vacant Units | 2,188 | 517 | 40 | 2,260 | 1,308 | 360 | 97 |
| Home-owner Vacancy Rate | 3.4% | 3.0% | 2.4% | 2.8% | 3.2% | 2.5% | 3.8% |
| Rental Vacancy Rate | 16.5% | 16.6% | 17.1% | 16.8% | 19.1% | 11.0% | 17.1% |
| Vacant for Seasonal Use | 1,070 | 36 | 6 | 295 | 79 | 35 | 31 |

Source: U.S. Census Bureau, Census 2000; US Census Bureau, 2010.

3.15.3.1 Carbon County

According to 2010 Census housing counts, total Carbon County housing units increased from 8,307 units to 8,576 units, or about 3 percent over the decade. The number of total housing units increased between 2000 and 2010 in every community in the study area except Dixon, which lost three units.

Carbon County's housing stock expanded dramatically in the late 1970s and early 1980s in conjunction with the previous economic expansion. Given the subsequent contraction, few permits for new residential construction were issued until a brief surge in residential permits occurred in the mid to late 1990s. Strong housing demand associated with the more recent local economic expansion prompted considerable new residential construction over the past decade, particularly between 2004 and 2008. According to the Wyoming Housing Database Partnership (WHDP), Carbon County issued 334 residential building permits during the five years 2004 through 2008. Building permit applications fell sharply in Carbon County during 2009 to 24 units, just 36 percent of the annual average for the previous five years, and to 18 in 2010 (WHDP 2011 and U.S. Census Bureau 2011). It is likely that the recession resulted in the cancellation of construction of some units that had been planned and for which building permits had been issued.

In recent years, several large, temporary living facilities were built for workers near the gas fields in Carbon County. A temporary living facility was developed along WY 789 north of Dad for Devon Energy which currently houses about 80 workers and can be expanded to house a total of 150 workers. A second camp has been developed along WY 789 for Nabors Drilling and a third camp was also proposed.

City of Rawlins

The 2010 Census tallied 3,960 total housing units in Rawlins in 2010, a 3 percent increase over the housing inventory in 2000. The net change understates the amount of traditional housing development that occurred in the city because it reflects both demolitions (Mika 2007) and decreases in the number of mobile homes during the past decade. Of the 2010 total of 3,443 occupied units, about 59 percent were owner-occupied and the remaining 41 percent were renter-occupied.

Information about housing conditions in Rawlins during the recent natural gas expansion was obtained from the 2007 Rawlins Housing Assessment (Kirkham & Associates LLC 2007). The housing assessment was intended to assist city officials, community leaders, and developers in planning for infrastructure and housing development in response to the growth that was occurring and anticipated at that time.

Between 2001 and 2007, 106 single-family residential building permits and no multi-family permits were issued in Rawlins. Rawlins has 11 apartment complexes with a total of 439 units. The newest of these is an 85-unit complex built in 1997. The 2007 Housing Assessment estimated that the city needed 170 additional multi-family units, of which 100 should be rent-assisted.

At the time of the 2007 housing study, Rawlins had 19 mobile-home parks. In recent years, three mobile-home parks with a total of 146 pads were converted to lot ownership where the mobile-home owner also owns the lot. The 2007 Housing Assessment projected demand for three new mobile-home parks in Rawlins by 2010. During 2010 Rawlins had 16 mobile home parks with 639 pads (MHPS 2010).

Housing availability in Rawlins has been volatile in recent years. The 2007 Housing Assessment estimated rental housing vacancies at less than 1 percent in December 2006. According to that assessment, there were virtually no apartment vacancies in mid 2007 and most complexes had waiting lists. Rental housing and apartment vacancies increased during 2008 and early 2009 due in part to the reduction in the construction work force at the Sinclair refinery (Mika 2009). The WHDP estimated overall vacancy rates at 16 percent during the second half of 2009 (WHDP 2010).

According to the Carbon County Visitors Council (CCVC) Rawlins has 23 motels with a total of over 1,252 rooms (CCVC 2010). Some motels offer weekly or monthly rates and typically host energy industry and construction workers. Rawlins also has 3 recreational vehicle parks with a total of 303 pads, although one RV park is not winterized (Stolns 2010). The CCVC conducted an informal telephone survey of motels and RV parks during August 2010. The CCVC reported that the newer, nationally affiliated motels in Rawlins averaged 95 to 98 percent occupancy, while the older and smaller motels, which were more likely to accommodate construction and gas-field workers on a weekly or monthly basis, averaged 75 to 80 percent occupancy. Local RV parks averaged 80 to 85 percent occupancy (CCVC 2010).

Baggs

Total housing units in Baggs grew from 197 to 233 units between 2000 and 2010, an increase of 13 percent. During that period, Baggs approved a 16-lot subdivision and a 6-lot subdivision. Most housing in the Baggs area is manufactured housing and mobile homes (Corners 2007). There is little available rental housing and rents have increased substantially in recent years.

In the Baggs area, temporary housing resources include two motels with a total of 64 rooms and a 26-space mobile home park equipped to accommodate RVs and mobile homes. Within the park there are several mobile homes for rent, but these are rarely vacant. There are also two RV parks on WY 789 north of town (CCVC 2010).

3.15.3.2 Sweetwater County

According to the 2010 Census, total housing units in Sweetwater County increased from 15,921 to 18,735, an 18 percent increase over the preceding decade. Much of that growth occurred between 2004 and 2008, when Sweetwater County issued 2,150 building permits (WEAD 2011). Sweetwater County issued a total of 2,651 building permits from 2001 to 2010. Of those, 70 percent were issued during the 2003 to 2008 period. Building permits fell from the 2008 level of 321 to 160 in 2009, but have increased to 213 in 2010. (Kot 2011).

As with Carbon County, the effects of the natural gas-related economic expansion and contraction are evident in the housing statistics. The WHDP estimated rental housing vacancy rates below 1 percent in Sweetwater County in December 2006. The tight housing market was reflected in rising rents; the average apartment-rental rate rising from \$512 in the second quarter of 2005 to \$684 in the second quarter of 2006, an increase of almost 34 percent in one year. Average rental rates of detached single-family homes increased approximately 21 percent during the same period while the average monthly rent for mobile homes increased almost 13 percent and the average monthly rent for a mobile home lot rose by 11

percent. As elsewhere in southwestern Wyoming, the shortage and high cost of rental housing was a constraining factor on employee relocation and on the ability of people on low or fixed incomes to acquire and retain rental housing.

During 2009 and 2010, rental vacancy rates in Sweetwater County rose to between 5 and 7 percent. Average monthly apartment rental costs fell from the second quarter 2009 high of \$779 to \$691 per month in the second quarter of 2010, a decrease of 11 percent. Monthly rates for rental housing fell by almost 18 percent between fourth quarter 2008 and fourth quarter 2010 (WHDP 2010).

During the height of the boom, ESS Support Services, under contract to BP, developed a 250-bed temporary living facility with food service, housekeeping, and recreation facilities just north of Wamsutter, The Wamsutter Base Camp was open to both BP employees and gas-field contractors. The facility was permitted for 500 beds, providing flexibility to expand as demand emerged (Van Rensburg 2007). As yet another reflection of the curtailment in development activity during the recession, that facility has now been closed and removed from the site.

City of Rock Springs

Rock Springs has seen dramatic changes in housing conditions in recent years, driven primarily by the increase in demand associated with natural gas development. The 2010 Census counted 10,070 housing units in Rock Springs, 20 percent more than the 2000 Census count of 8,359 units.

The City of Rock Springs issued a Final Housing Plan (Housing Plan) in September 2007 to inform the community about anticipated housing needs and potential housing development opportunities in the city (City of Rock Springs Housing and Community Development 2007). The Housing Plan identified 1.560 acres of land used for residential purposes and 8,899 housing units located within the city during January of 2007. **Table 3.15-4** displays the distribution of housing, by unit type, within the city at that time. Single-family units were the predominant form of housing with 60 percent of all housing being singlefamily detached units.

| | <u> </u> | • • • • • • • • • • • • • • • • • • • |
|------------------------|-----------------|---|
| Housing Unit Type | # Housing Units | Percent of Total |
| Detached single-family | 5,319 | 60 |
| | | |

Table 3.15-4. Rock Springs total housing units by housing type: January 2007

| Housing Unit Type | # Housing Units | Percent of Total | | |
|------------------------|-----------------|------------------|--|--|
| Detached single-family | 5,319 | 60 | | |
| Attached single-family | 886 | 10 | | |
| Mobile homes | 1,447 | 16 | | |
| Apartments | 1,247 | 14 | | |
| Total | 8,899 | 100 | | |

Source: City of Rock Springs Housing and Community Development 2007.

The number of housing units in Rock Springs grew by about 8 percent, or 685 units, between 2004 and January 2007 according to the Housing Plan. This generally coincides with the period of intensified natural gas development in the region.

The City approved 33 new subdivisions between January 2004 and May of 2007. Of those, 25 subdivisions were for residential development with the potential to create over 2,000 residential lots. A January 2007 inventory conducted for the Housing Plan identified 705 vacant residential lots, but noted that not all of these lots were available for sale and development.

Residential development in Rock Springs continued during 2008 through early 2011, despite the economic slowdown. A total of 1,235 residential occupancy permits were issued by the city between January 2007 and April 15, 2011. Of the total occupancy permits issued, 40 percent were for singlefamily homes, 36 percent for apartments and 19 percent for duplexes. Rock Springs approved 14 residential subdivisions with a combined capacity for 399 units between January 2007 and April 15, 2011

and the Planning Department estimates that that there were 134 vacant residential lots within city limits as of April 15, 2011 (McCarron 2011).

The average price of an improved residential property (a lot with a house) in Rock Springs during 2006 was \$175,500, about 28 percent higher than the 2004 average of \$137,500. The average price for unimproved residential property (a vacant building lot) increased from \$48,958 in 2004 to \$160,989 in 2006, or 229 percent. According to the Housing Plan, these increases can largely be attributed to a shortage in available housing inventory and strong housing demand from an incoming workforce. In 2010, the average sales price for residential properties was \$174,257, virtually the same as 2006 (SWEDA 2011).

Although not establishing an affordable housing threshold, the Housing Plan suggested that given the relatively high per-capita personal incomes in Rock Springs (\$38,039 in 2005), many local workers in Rock Springs could have afforded an average-priced home, if it were available. ¹⁶ In addition, given the relatively large number of two-income households (43 percent in 2000), many households with members earning below-average incomes could have also afforded the average-priced home, if it were available.

The Housing Plan forecasted future demand for housing units for purchase based on the plan's population projections for the 2007–2017 period, the 2000 average household size of 2.48 persons per household, and various assumptions concerning housing preferences. The Housing Plan forecasted demand for 1,539 new housing sales units and 1,100 new rental units by 2017. The Housing Plan also forecasted increased demand for senior housing, housing for persons with disabilities, and low-income households. This demand was based on a Rock Springs population forecast of 27,113 persons by 2017, contrasted with the WEAD forecast of 21,474 persons by 2017 (Rocks Springs' 2010 population was 23,036 according to the 2010 Census).

Rock Springs has a total of 1,638 motel rooms (Sweetwater County Joint Travel and Tourism Board 2009)

Green River

The U.S. Census Bureau counted 5,002 housing units in Green River in 2010, 13 percent more than the 2000 census count of 4,426 units. A total of 159 of the total housing units were constructed between 2000 and May of 2007. As of June 2011, there were only 39 available residential lots within Green River. However, two subdivisions with a total of 224 units were nearing final approval at that time (Brown 2011).

Green River has a total of 256 motel rooms (Sweetwater County Joint Travel and Tourism Board 2009).

Wamsutter

According to the 2010 census, the housing inventory in Wamsutter has nearly doubled over the past decade, growing from 148 units in 2000 to 286 units in 2010, an increase of 93 percent. Wamsutter had no available rental units during the summer of 2007 and very few vacancies during the summer of 2010. Temporary housing resources in Wamsutter include seven mobile home/RV parks with a total of 160 spaces. Some drilling and gas-service contractors have put dormitory units in these mobile home parks. There are two motels in Wamsutter, one with 24 units, the other with 4 units, with a new 120-unit motel in the planning stages (Colson 2007 and 2010).

3.15.4 Community Infrastructure and Services

This section describes community infrastructure and services likely to be directly affected by the Proposed Action and alternatives. The following inventory identifies key public facilities and services

¹⁶ Housing affordability and the ability to qualify for home mortgages are subject to other criteria in addition to earnings.

including law enforcement, emergency response (fire suppression and ambulance), hospitals, solid-waste disposal, and water and wastewater systems (schools are addressed in a following section). These are the services and facilities that have been and would be most immediately affected by energy development in the project area and elsewhere in the study area. However, all county and municipal services are affected by the demands associated with population growth.

The experiences of the past decade illustrate both the benefits and the challenges that oil and gas development present for local government service delivery, particularly when that development is regional in nature. Although oil and gas development has been ongoing in southwestern Wyoming for decades, the advances in drilling in and producing from tight sands and other unconventional formations led to a surge in development throughout southwestern Wyoming as well as nearby regions of Wyoming, Colorado, and Utah during the early to middle years of the last decade.

Because oil and gas development typically involves multiple companies operating in multiple fields across a region, growth in development activity, employment and, consequently, community population and service demand occurs in a decentralized manner. Communities are uncertain regarding the magnitude of growth and service demand that they may be facing, which hampers planning efforts. And although large-scale oil and gas development generates substantial increases in state and local government revenues, much of that revenue does not accrue until after the growth and increase in service demand has been ongoing for sometime, and in the case of Wyoming, key revenue sources such as ad valorem taxes on production are not available to municipalities, where much of the service demand occurs. These factors, coupled with the previously described housing shortages and competition for labor, contributed to challenging times for most of the local governments within the CD-C study area during the energy expansion period of the last decade.

Then, when the sub-prime mortgage crisis, the ensuing global recession and other factors resulted in falling natural gas prices in the latter part of the decade, industry activity and employment experienced a corresponding decrease. Although a reduction in transient workers provided a respite from growth and service demand, the corresponding drop in natural gas-related revenues presented a fiscal hardship for communities that had added staff and begun infrastructure improvements to accommodate the growth.

Once oil and gas development reaches an equilibrium of relatively constant drilling and field development activities and once development is completed and fields are producing, host counties and nearby communities typically can prosper and use the incremental revenues to improve infrastructure and services and accommodate the relatively stable population. However, the beginning and end of development cycles and the surges and declines resulting from decreases in commodity prices and demand are particularly challenging for affected local governments.

3.15.4.1 Law Enforcement

Law enforcement services are affected by natural gas development and production activities in the project area in terms of demand for law enforcement agency response to accidents and law enforcement incidents within and on highways providing access to the project area, as well as in terms of demand for services from the workforce and population generated by drilling, field-development, and production activities. Affected law enforcement agencies include the Carbon and Sweetwater County Sheriff's Departments and the Rawlins, Baggs, Rock Springs, and Green River Police Departments.¹⁷

During the boom years, energy development-related effects on law enforcement agencies included difficulty in recruiting and retaining officers, due in some cases to the higher wages paid by the energy industries and by larger law enforcement agencies, and due in part to the difficulty in finding affordable housing. The time and cost to train and equip an inexperienced officer affected law enforcement agency budgets, particularly when officer turnover was high. Most law enforcement agencies reported

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¹⁷ Law enforcement services in Wamsutter are currently provided by the Sweetwater County Sheriff's Department.

substantially increased levels of certain types of offenses associated with the large, temporary, and transient component of the drilling and field-development workforce, which included a high percentage of single-status working-age males. Increases in traffic offenses, alcohol-related offenses and minor assaults were typical. All agencies report substantial increases in drug-related offenses, particularly methamphetamine (Carnes 2007, Claman 2007 and 2011, Colson 2009, Corners 2007, Jackson 2007, Lowell 2007, Morris 2007 and 2010, Reed 2007, Steffen 2007).

The Carbon and Sweetwater County Sheriff's Departments experienced increases in calls for service related to industrial accidents, vehicle accidents, crime, and traffic infractions in remote parts of their respective counties resulting from the intensification of drilling and field-development activities in previously isolated and seldom-visited areas (Claman 2007 and 2011, Colson 2007 and 2010).

Criminal detention facilities in the two counties are operated by the respective Sheriff's Departments. The Sweetwater County Detention Facility has a design capacity of 208 inmates and was designed to allow expansion on the same site while maximizing use of administrative facilities. In 2007, occupancy averaged about 110 inmates and recent (summer 2011) occupancy was slightly higher (110 to 120), in part because the detention facility has been housing inmates from other counties. The Carbon County Detention Facility, which opened in 2004, has a design capacity of 78 beds. During the summer of 2009 the facility's design capacity was exceeded a number of times. Consequently the detention facility appears to have reached its capacity sooner than the 10–15 years anticipated when it was constructed.

Law enforcement and emergency-response dispatch services within the project area are provided by the Carbon and Sweetwater County Sheriff's Departments. The Sweetwater County 911 service is administered by the Sweetwater County Emergency Management Agency, a division of the Sheriff's Department. The Rawlins, Rock Springs, and Green River police departments also provide dispatch services (Carnes 2007, Claman 2007 and 2011, Colson 2009, Corners 2007, Jackson 2007, Lowell 2007, Morris 2007 and 2010, Reed 2007, Steffen 2007).

3.15.4.2 Emergency Management and Response

Emergency management and response is coordinated in Carbon County by the Carbon County Emergency Management Agency and in Sweetwater County by the Sweetwater County Emergency Management Agency. Both of these agencies coordinate emergency management and response in their respective portions of the project area and have recently established cooperative emergency-response staging locations within the project area, which allows employees working in remote areas to meet emergency responders at predetermined areas to guide them to remote accident locations.

Fire-suppression and emergency-response services in the Carbon County part of the project area are provided by the Carbon County Fire Department (Rawlins and Baggs divisions) assisted as necessary by the Rawlins Fire Department. Fire suppression services in the Sweetwater County part of the project area are provided by the Sweetwater County Fire Department, aided by the Wamsutter Volunteer Fire Department. Rawlins, Rock Springs and Green River also operate fire departments for their communities and surrounding areas.

Ambulance service in the northern and western part of Carbon County including a portion of the project area is provided by Memorial Hospital of Carbon County. In the southwestern part of the county, ambulance services are provided by the Noyes Medical Clinic & Ambulance Service, which is located in Baggs. The Wamsutter Volunteer Ambulance Service responds to calls along I-80 and to calls within much of the central portion of the project area. Vase Emergency Medical Services provides ambulance services in Rock Springs and along I-80. Castle Rock Ambulance Service provides ambulance services in Green River (Carnes 2007, Carter 2007, Hannum 2007, Jones 2007, Kennedy 2007, Valentine 2007, Sarff 2007, Zabel 2007, Zeiger 2010).

The Rawlins Interagency Dispatch Center provides a central location for reporting all wildland fires in southern Wyoming. Additionally, the BLM RFO and RSFO maintain trained and equipped fire crews that

respond to wildland fires on BLM surface and if needed will support other agencies on other federal, state, and private lands.

3.15.4.3 Hospitals and Health Care

Hospital and emergency-room services in the study area are provided by Memorial Hospital of Carbon County (MHCC) and Memorial Hospital of Sweetwater County (MHSC). MHCC is a 35-bed acute-care facility located in Rawlins and designated as a Community Trauma Hospital by the state of Wyoming. A Community Trauma Hospital must have a surgeon on staff. MHCC's emergency room is staffed 24 hours per day, seven days per week with an emergency-care physician, a registered nurse and emergency medical technicians. Currently the hospital has staffing and facility capacity to serve substantially more patients than are currently treated. During the summer of 2010, MHCC had eight active medical staff physicians, over 35 courtesy (visiting) physicians and five *locum tenens* physicians who are hired on a temporary, short-term basis to fill in when active medical staff are on leave (Jessop 2010).

MHSC is a non-profit, 99-bed, rural acute-care facility located in Rock Springs. As of 2010, MHSC had a total staff of 363 and 112 physicians, including *locum tenens* and consulting physicians (MHSC 2011). During the peak of the recent gas expansion in southwestern Wyoming, MHSC reported an average 20 percent occupancy rate during 2008 (Wyoming Healthcare Commission 2008). During that period MHSC experienced an increased use of hospital emergency rooms for non-emergency care and increased uncollected debt attributed to the large number of workers who did not have health insurance and an increase in charity-care cases. The increase in emergency-room visits was largely attributed to non-local workers who did not have primary-care physicians in the area (Hawk 2007).

There are medical clinics in Rawlins and Baggs and a number of clinics in the Rock Springs/Green River area. Carbon County had 13 licensed practicing physicians during 2007 (the most recent year for which physician data were published) or 0.85 physicians per thousand population, substantially below the Wyoming and national averages of 1.94 and 2.81 per thousand, respectively. Sweetwater County had 39 physicians, or 1.01 per thousand, also below the Wyoming and national averages (Wyoming Healthcare Commission 2008). A lack of affordable housing in the community during the height of the natural gas boom added to the difficulty of recruiting physicians and staff. (Carter 2007, Hawk 2007, Jones 2007).

3.15.4.4 Solid Waste Management

In 2006 the Wyoming legislature passed a law requiring all operating landfills to prepare Integrated Solid Waste Management (ISWM) plans to be submitted to the WDEQ by July 1, 2009. All entities in communities affected by the Proposed Action and alternatives participated in the ISWM planning process. Three special districts—Baggs Solid Waste and Sweetwater County Solid Waste Disposal Districts (SCSWDD) # 1 and #2—are funded in part by mill levies on property within each district.

Rawlins operates its own landfill, which has a remaining life of several years at the current fill rates. The City is currently seeking to obtain an additional section of land from the BLM to expand the landfill. Rawlins, along with Casper, Douglas, and other east-central Wyoming communities, is a member of the East Central Solid Waste Management Area As of February 2011, Rawlins ceased the disposal of municipal solid waste at the Rawlins landfill and began transporting its solid waste to the Casper Regional Landfill. Construction waste will continue to be accepted at the Rawlins Landfill through year 2016 when a permit extension will be considered. The need for cover material to continue current landfill usage is an ongoing concern for the landfill operation. Disposal fees are designed to cover costs and some construction waste is recycled (City of Rawlins 2011, Stolns 2007 and 2009).

The Baggs Solid Waste Disposal District operates the Baggs landfill, which has considerable capacity at its existing site, but has recently opted to transport baled municipal solid waste and recycled materials to the Casper Regional Landfill. Construction and demolition waste and animal carcasses will still be accepted at the Baggs landfill (Good 2011).

SCSWDD #1 oversees a landfill in Rock Springs, and monitors closed landfills in Reliance, Superior, and Point of Rocks (SCSWDD#1 2007). The district is completing a permit process that will provide the Rock Springs landfill with an estimated 30 years of remaining life at current fill rates and the district owns an adjacent 320 acres, which could provide additional capacity when permitted (Herman 2011, Sugano 2007). SCSWDD #1 is part of the I-80 Solid Waste Management Planning Area along with SCSWDD #2 (Wamsutter/Bairoil), Baggs, Farson, Eden and Green River. The Rock Springs landfill is in the process of becoming a regional landfill. The emerging plan will include the development and operation of transfer stations in some other municipalities and transportation of solid waste to the Rock Springs landfill. Currently the Sweetwater County communities of Farson and Eden transfer their waste to the Rock Springs landfill.

Green River intends to close its currently operating landfill in approximately four or five years and begin transferring solid waste to the Rock Springs landfill (Herman 2010, Nelson 2007).

SCSWDD #2 serves eastern Sweetwater County from the eastern border of the County to Point of Rocks, including the towns of Bairoil and Wamsutter. District #2's landfill fill rates more than doubled during the boom years and the district's landfill, located just south of Wamsutter, was within several months of its maximum capacity. The district received authorization from DEQ to expand the existing landfill vertically, which provided it five to eight additional years of use at current fill rates. The district has applied for permits to develop a new landfill adjacent to the existing landfill on the remaining 20 acres of the district's 40-acre site, which will give the district an additional 25 years of capacity at current fill rates (Rigano 2007 and 2011, Pilch 2011).

Disposal of solid waste from energy development has been of concern to community landfills and solid waste districts in the past. Currently, most solid waste from energy development and operations throughout the I-80 Solid Waste Management Planning Area is transferred to the Rock Springs landfill for disposal. Disposal of waste from drilling reserve pits is a concern for some solid waste districts (Herman 2011).

3.15.4.5 Water Treatment, Storage, and Distribution

Rawlins Water System

The Rawlins water system, which also provides treated water for the town of Sinclair, was developed in the 1970s with a target capacity to serve about 17,000 residents. The system includes an 8-million-gallon-per-day (MGD) treatment plant, which registered a 2006 peak daily usage of 4.45 MGD. Consequently, the water-treatment plant could serve nearly double the current population at current usage rates. The system includes four storage tanks, with a combined capacity of 6 million gallons for the city and a single 0.8-million-gallon tank for Sinclair. There also is a raw-water storage reservoir that feeds the treatment plant. Rawlins has ample water rights in the North Platte River watershed and in springs and wells to serve both current and anticipated future water needs (Stolns 2008).

Baggs Water System

The Baggs wastewater treatment system is comprised of a four-cell aerated lagoon, which has been in use since 2006. The site includes a location for adding a fifth cell in the future. The system has capacity to treat about 100,000 gallons per day (Corners 2008, O'Neil 2007). Recent wastewater system improvements have included replacement of the pumps at the lagoon, nearly all of the vitrified clay pipes in the collection system, and some damaged PVC wastewater collection mains, as well as up-sizing all mains and installing two additional lift stations (Christopher 2011).

Rock Springs Water System

The Green River/Rock Springs/Sweetwater County Joint Powers Water Board supplies water to Rock Springs. The water storage and distribution system could serve a population of about 35,000. Each year

the Rock Springs Public Services Department replaces and improves a portion of the water distribution system in the older parts of the city. Water main extensions to neighborhoods on the perimeter of the city are sized to accommodate additional growth (Walker 2007 and 2011).

Green River Water System

Green River obtains treated water from the Green River/Rock Springs/Sweetwater County Joint Powers Water Board treatment plant, located in Green River. Although the system requires certain distribution and treatment improvements, there is capacity to accommodate additional users (Nelson 2007, Michael 2011).

Wamsutter Water System

Wamsutter recently completed a series of improvements to the town's water system; a 400,000-gallon water-storage tank north of town (funded in part by \$1,213,000 from capital facilities sales tax revenues), construction of a water main connecting the industrial park to the town's water system (funded by \$954,716 from the capital facilities sales tax), and installation of water meters (funded by a \$538,000 loan from the Wyoming State Revolving Loan Fund). A new well intended to be Wamsutter's main water source came online in November of 2007; the Town is completing a water-treatment project and has received funding to study the siting of a new water source for the town. The town's water system improvements are designed to accommodate a target population of 1,200 (Colson 2007 and 2010).

3.15.4.6 Wastewater Collection and Treatment

Rawlins Wastewater System

The wastewater system for Rawlins was designed for a target population of 17,000; recent usage is about half of maximum capacity. The system has three aerated lagoons, two settling lagoons, and two storage lagoons. In order to achieve maximum capacity several lagoons would need to be cleaned and restructured. It is possible that the wastewater treatment system would need to be upgraded to tertiary treatment if substantial growth were to occur. There are currently over 65 miles of wastewater collection lines within the city and recent expansions have extended the collection system to serve additional land along I-80 (Stolns 2007, 2008 and 2010).

Baggs Wastewater System

The Baggs wastewater treatment system includes a four-cell aerated lagoon system and all cells have been in use since 2006. The site includes a location for a fifth cell, but it has not yet been constructed. The system has capacity to treat about 100,000 gallons per day (Corners 2008, O'Neil 2007). Recent wastewater system improvements have included replacement of the pumps at the lagoon, replacement of nearly all of the vitrified clay pipes in the collection system, replacing some damaged PVC wastewater collection mains and up-sizing all mains and installing two additional lift stations (Christopher 2011).

Rock Springs Wastewater System

The Rock Springs wastewater treatment plant capacity was expanded to 4.2 MGD in 2007. During 2010, the plant processed 2.3 to 2.45 MGD and served a population of about 25,000. The expanded plant has planned treatment capacity for a population of about 50,000 and was designed to accommodate a second plant on the same site, if required (Gaviotos 2007, Conner 2010). Work is currently underway to convert the treatment plant back to an anaerobic system. The Rock Springs Public Services Department replaces and upgrades portions of the wastewater collection system each year in older parts of the city and designs collection system extensions to growth areas of the city to accommodate future growth (Walker 2007 and 2011).

Green River Wastewater System

The Green River wastewater treatment plant has a 1.5-MGD treatment capacity and treated about 1.0 MGD during 2007. Although the plan has capacity to accommodate additional growth, a recent wastewater master-plan study identified a number of areas in the wastewater-collection system requiring improvement to accommodate new growth and more effectively move wastewater to the treatment plant Michael 2011, Nelson 2007).

Wamsutter Wastewater System

Wamsutter recently completed construction of a wastewater-collection main to connect the industrial park and other system improvements to the wastewater system, and conducted a capacity analysis of its wastewater lagoon system to determine short- and long-term needs. The analysis was funded by a \$16,500 grant from BP America. The current system is designed to serve a population of about 1,200 and Town staff believes that at peak, the system served about 850. The Town intends to expand and improve the wastewater system to accommodate a population of 2,500. (Carnes 2007, Colson 2007 and 2010).

3.15.5 Local Government Fiscal Conditions

Natural gas development in the project area would affect certain local, state, and federal government revenues and expenditures. Affected revenues would include ad valorem property tax revenues of Carbon and Sweetwater counties; Carbon County School District #1, Sweetwater County School District #1 and certain special districts; sales and use tax revenues of the State of Wyoming, the two counties, and their municipalities; state severance taxes; and federal mineral royalties. The two counties and the affected school districts, special districts, and municipalities would also see increases in expenditures to serve development and associated population growth. This section describes existing conditions and trends in the local government jurisdictions that are likely to be affected by the proposed CD-C project.

3.15.5.1 County Fiscal Conditions and Trends

Ad Valorem/Property Tax Trends

Ad valorem taxes, commonly known as property taxes, constitute an important share of the revenue base of Carbon and Sweetwater Counties, and for local school districts. The basis for local property taxes in Wyoming is the assessed valuation of real and personal property, utilities, and mineral production. Driven largely by increases in mineral valuation, the ad valorem tax base has grown substantially over the past decade, despite a sharp drop from 2009 to 2010 (see **Figure 3.15-6**). Sweetwater County total assessed valuation exceeded \$2.1 billion in 2010; nearly \$900 million lower than in 2009 but still nearly double the \$1.1 billion recorded in 2000. Assessed valuation also climbed dramatically in Carbon County over the past decade, from \$337 million in 2000 to nearly \$800 million in 2010. The net change in Carbon County included jumps of more than \$200 million from 2005 to 2006 and from 2008 to 2009, but a sharp decline of more than \$450 million from 2009 to 2010.

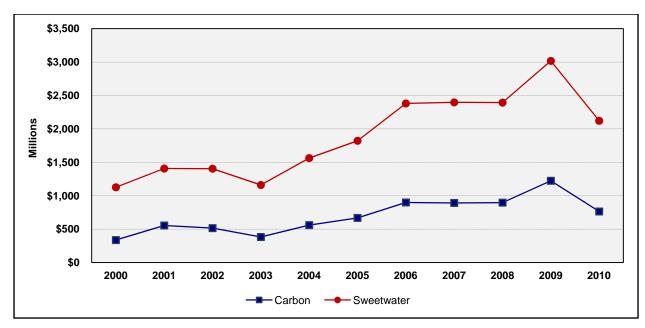


Figure 3.15-6. Total assessed value, Carbon and Sweetwater Counties, 2000–2010

Source: Wyoming Department of Revenue, 2003–2010.

Valuation on oil and gas production has accounted for most of the changes in assessed value, more than quadrupling between 2000 and 2009 in Carbon County and tripling in Sweetwater County. That growth reflected both rising energy prices and increased production. As a result of that growth, the assessed value on minerals currently accounts for approximately 80 percent of the total valuation in both counties. However, as is readily apparent locally, these valuations are subject to substantial year-to-year volatility due to the volatility in global energy prices. Between 2009 and 2010, the assessed value of mineral production in these counties declined by nearly 50 percent in Carbon County and over 40 percent in Sweetwater County.

Sales and Use Tax Conditions and Trends

Another key source of revenue for counties and incorporated communities are sales and use taxes imposed by the state and, when approved by the local electorate, the counties themselves. The state sales and use tax of 4 percent is collected based on the point of sale, a share of which is redistributed back to local governments. The share returned to counties and incorporated municipalities (a statutorily prescribed amount, currently 31 percent of statewide total receipts) is on a population-based formula, irrespective of where the sales were generated. Counties can elect to impose a 1-percent general-purpose local tax and a 1-percent specific-purpose tax for capital improvements. Carbon and Sweetwater Counties currently each impose the general-purpose 1-percent levy and Carbon County imposes the 1-percent special-purpose option tax. The state collects these taxes and distributes the local share based on the above-referenced formula.

Figure 3.15-7 and **Tables 3.15-5** and **3.15-6** summarize the sales, use, and lodging tax distributions by the state to the two counties in recent years. The reported distributions include both the full distribution of local-option taxes and the respective county's proportional share of the state taxes. The tables also show the total amount of sales and use tax receipts collected from each of the counties for activities occurring within their respective boundaries, providing a comprehensive measure of the changes in taxable sales activity over the period.

Figure 3.15-7 displays the general pattern of growth and then decline in recent years in response to the level of natural gas development and related capital investment, for example, in compression and pipeline transmission capacity. Declines of approximately 30 percent occurred in each county between 2009 and

2010; the absolute declines amounting to more than \$39 million in Sweetwater County and more than \$8 million in Carbon County.

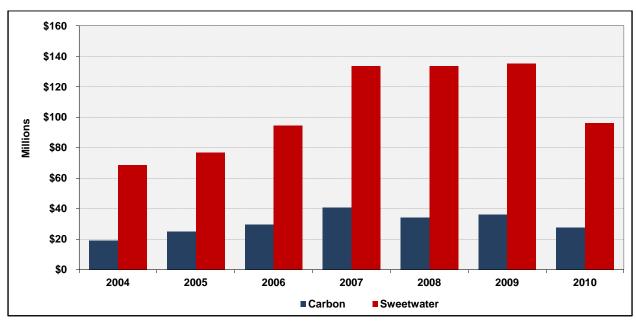


Figure 3.15-7. Annual sales and use tax distributions to Carbon and Sweetwater Counties, fiscal years 2004–2010

Source: Wyoming Department of Revenue, Annual Reports.

As shown above and in **Table 3.15-5**, total sales and use tax revenues distributed to Carbon County, largely reflecting the increase in natural gas development activity, more than doubled from 2004 to 2007, then declined to just over \$34 million in 2008 as a 1-percent specific-purpose local-option tax expired. Continuing natural gas development activity, along with construction activities at the Sinclair refinery supported a modest increase in receipts to \$36 million in 2009. Completion of the major construction activities at the refinery and the effects of the recession on the statewide and local economies took hold in 2010, resulting in a decline of more than \$8 million. The significance of the local-option taxes is readily apparent, generating more than \$13.0 million in sales and use tax revenues for Carbon County in 2007. The total local-option tax receipts declined to \$9.0 million in 2010.

Table 3.15-5. Annual sales, use, and lodging taxes generated by sales in Carbon County, by levy

| Toy Love | Fiscal Year | | | | | | |
|------------------------------|--------------|--------------|--------------|--------------|--------------|--|--|
| Tax Levy | 2006 | 2007 | 2008 | 2009 | 2010 | | |
| General-purpose local sales | \$4,481,031 | \$5,466,724 | \$ 5,625,450 | \$6,293,772 | \$3,955,550 | | |
| General-purpose local use | 409,374 | 1,368,627 | 1,077,816 | 717,474 | 596,977 | | |
| Specific-purpose local sales | 4,450,047 | 4,879,915 | 50,200 | 454,429 | 3,924,130 | | |
| Specific-purpose local use | 407,808 | 1,306,446 | - 21,491 | 87,900 | 598,009 | | |
| State sales | 17,924,890 | 21,867,275 | 22,502,258 | 25,175,135 | 15,822,251 | | |
| State use | 1,637,544 | 5,475,415 | 4,311,431 | 2,871,311 | 2,387,907 | | |
| Lodging | 307,846 | 405,083 | 472,174 | 432,060 | 377,233 | | |
| Total revenue generated | \$29,618,540 | \$40,769,485 | \$34,017,838 | \$36,032,081 | \$27,662,057 | | |

Sources: Wyoming Department of Revenue, Annual Reports, and Wyoming Department of Administration and Information, Wyoming Sales, Use, and Lodging Tax Report, Annual Series 2002–2010.

Sweetwater County sales and use taxes generated by local activity have increased sharply over time. Much of the growth reflects the effects of economic expansion through 2009, although locally levied specific-purpose local-option taxes have generated more than \$20 million annually from 2007 to 2009. Sales and use tax revenues declined by \$39 million between 2009 and 2010, a 29 percent decline. The high level of sales and use tax attributable to the mining sector in Sweetwater County reflects the trona and coal-mining base within the county as well as oil and gas development (**Table 3.15-6**).

Table 3.15-6. Annual sales, use and lodging tax generated by sales in Sweetwater County, by levy

| TAX LEVY | Fiscal Year | | | | | | |
|------------------------------|--------------|---------------|---------------|---------------|--------------|--|--|
| TAX LEVT | 2006 | 2007 | 2008 | 2009 | 2010 | | |
| General-purpose local sales | \$15,520,807 | \$ 18,621,968 | \$ 17,756,577 | \$ 18,886,147 | \$14,120,339 | | |
| General-purpose local use | 2,813,858 | 3,571,329 | 4,385,679 | 3,561,457 | 2,915,227 | | |
| Specific-purpose local sales | 1,789,959 | 18,217,172 | 17,688,132 | 18,781,477 | 8,969,716 | | |
| Specific-purpose local use | 310,554 | 3,551,219 | 4,431,882 | 3,604,861 | 1,579,204 | | |
| State sales | 62,122,000 | 74,528,846 | 71,058,754 | 75,549,214 | 56,495,696 | | |
| State use | 11,255,462 | 14,285,373 | 17,543,373 | 14,247,199 | 11,661,191 | | |
| Lodging | 551,209 | 691,139 | 742,203 | 704,232 | 516,051 | | |
| Total revenue generated | \$94,363,849 | \$133,467,046 | \$133,606,600 | \$135,334,587 | \$96,257,424 | | |

Source: Wyoming Department of Revenue, Annual Reports; and Department of Administration and Information, Wyoming Sales, Use, and Lodging Tax Report, Annual Series, 2002–2010.

The mining industry is a major generator of state and local sales and use tax revenues in Carbon County and changes in mining activity, including new oil and gas development, translate into differences in tax receipts. The receipts yield fiscal benefits statewide through various redistribution formulas.

Sales and use tax collections reported by the mining industry for the five years immediately preceding the recent economic recession exceeded \$145 million, representing approximately 25 to 30 percent of the total annual revenues generated by the state sales and use tax levies in the two counties during that period (**Table 3.15-7**). These revenues are derived largely from oil and gas development, and of that total, approximately 51 percent accrued to the state coffers or was distributed to other communities.

Table 3.15-7. Annual sales and use tax collections by the mining industry in Carbon and Sweetwater Counties, 2006–2010

| | | Fiscal Year | | | | | | |
|---|------------------|----------------|-----------------|--------------|--------------|--|--|--|
| | 2006 | 2007 | 2008 | 2009 | 2010 | | | |
| Sales and Use Taxes Collected by the Mining Industry in Carbon County | | | | | | | | |
| Total state sales and use (from Table 3.15-5 above) | \$19,562,434 | \$27,342,690 | \$26,813,689 | \$28,046,446 | \$18,210,158 | | | |
| State sales and use tax reported by mining | 5,006,293 | 8,172,047 | 7,570,549 | 8,017,405 | 3,540,632 | | | |
| Percent by mining | 25.6% | 29.9% | 28.2% | 28.6% | 19.4% | | | |
| Sales and Use Taxes Collect | ed by the Mining | Industry in Sw | eetwater County | | | | | |
| Total state sales and use (from Table 3.15-6 above) | \$73,377,462 | \$88,814,219 | \$88,602,127 | \$89,796,413 | \$68,156,887 | | | |
| State sales and use tax reported by mining | 19,534,344 | 26,514,528 | 25,192,508 | 25,948,033 | 15,644,884 | | | |
| Percent by mining | 26.6% | 29.9% | 28.4% | 28.9% | 23.0% | | | |

Sources: Wyoming Department of Revenue, Annual Reports, and Wyoming Department of Administration and Information, Sales and Use Tax Distribution Reports, Annual Series 2002–2010.

3.15.5.2 County Revenues and Expenditures

Property, sales, and use taxes combine to account for the major share of county revenues. However, counties have many other revenue sources, ranging from fees for services to federal payment-in-lieu-of-taxes, and distributions of severance tax and mineral royalties from the state. Historically, Carbon County also has received various grants to address capital needs, but the amount and timing of such grants is highly variable.

Table 3.15-8 shows total fund revenues and expenditures in several broad categories for Carbon County's general fund over the past three fiscal years. As shown, property tax receipts increased by \$2.7 million from 2009 to 2010 in response to increases in assessed valuation, driven primarily by mineral valuation. Budgeted expenditures for selected departments that tend to be sensitive to growth increased from 2008 to 2009 and were budgeted to increase again in 2010. However, as described elsewhere, the economic downturn and reduction in the pace of development had noticeable adverse effects on revenues; actual revenues from sources other than property taxes were 40 percent below the budgeted sums. Consequently, the County's total general fund revenue was 22 percent below budget, requiring substantial reductions in operating outlays, deferral of planned capital outlays, and use of reserve funds. While the recession may have resulted in some reductions in service demand, the severity of the cutbacks resulted in diminished levels of service for county residents.

| | FY2008 | 2000 | 2010 Original | 2010 Adjusted | Change 2010 Original vs. |
|------------------------------------|--------------|--------------|---------------|---------------|-----------------------------|
| | Actual | 2009 | 2010 Original | Actual | Adjusted |
| General Fund Revenue | | | | | |
| Property tax revenue | \$ 9,603,868 | \$ 9,700,506 | \$12,472,882 | \$12,472,882 | 0% |
| Other revenue | 11,999,836 | 12,156,935 | 15,976,118 | 9,593,391 | -40% |
| Total revenue | \$21,603,704 | \$21,857,441 | \$28,449,000 | \$22,066,273 | -22% |
| General Fund Expenditures | | | | | |
| Select departments | | | | | |
| Criminal justice | \$ 1,507,178 | \$ 1,674,792 | \$ 1,743,346 | \$ 1,691,878 | -3% |
| Sheriff | 1,467,007 | 1,704,024 | 2,139,065 | 1,654,892 | -23% |
| • Jail | 1,749,921 | 1,913,701 | 3,032,959 | 2,583,053 | -15% |
| Road and bridge | 2,310,140 | 3,393,772 | 3,253,057 | 2,015,528 | -38% |
| Select departments subtotal | \$ 7,034,246 | \$ 8,686,289 | \$10,168,427 | \$ 7,945,351 | -22% |
| All other departments | 13,414,088 | 13,277,770 | 31,176,149 | 12,826,271 | -59% |
| Total General Fund Expenditures | \$20,448,334 | \$21,964,059 | \$41,344,576 | \$20,771,622 | -50% |

¹ Other includes all other departments, budgeted capital outlays and closing balances/reserves. The 2010 original budgeted expenditures included anticipated receipts of a \$10 million grant.

Source: Carbon County, County Budget, FY 2008-10.

Table 3.15-9 shows similar general-fund budget data for Sweetwater County. There too, the effects of the recession are apparent in declines in revenues and general fund expenditures from fiscal year 2008 to 2009. Sweetwater County realized a net increase in tax revenues between 2009 and 2010, primarily derived from property taxes on mineral production which more than offset declines in sales and use tax receipts. Due to the lags between production and taxation on mineral valuation, a substantial reduction in property tax revenues and further reductions in sales and use taxes are anticipated for the 2011 budget year.

Table 3.15-9. General fund revenues and expenditures, Sweetwater County (in millions)

| | FY2008 | FY2009 | FY2010 |
|------------------------------------|----------|---------|---------|
| General fund revenue | | | |
| Property tax revenue | \$18.54 | \$19.25 | \$28.51 |
| Other revenue, excluding transfers | 24.73 | 20.94 | 18.97 |
| Total revenue | \$43.27 | \$40.19 | \$47.48 |
| General Fund Expenditures | | | |
| General government | \$27.79 | \$17.25 | \$18.52 |
| Public safety | 11.16 | 10.21 | 14.38 |
| Road and bridge | 5.50 | 4.43 | 4.41 |
| Other miscellaneous | 0.21 | 0.22 | 1.30 |
| Capital outlay | 0.00 | 7.32 | 5.57 |
| Total expenditures | \$44.66 | \$39.43 | \$44.18 |
| Changes in reserves | (\$1.39) | \$0.76 | \$3.17 |

Source: Sweetwater County, Sweetwater County Budget Audit Reports, FY 2009 and 2010.

Figure 3.15-8 summarizes the total annual general fund revenues for Carbon and Sweetwater Counties for fiscal years 2004 through 2010, illustrating the volatility in tax revenues associated with natural-resource development. Because the timing and magnitude of the changes are often not foreseeable and can come about relatively quickly, the year-to-year changes in revenues, coupled with the subsequent implications for budgeted expenditures, pose important challenges for local government The challenges can be particularly acute with respect to planning and funding large-scale capital improvement projects and to expanding current services during periods of rapid growth.

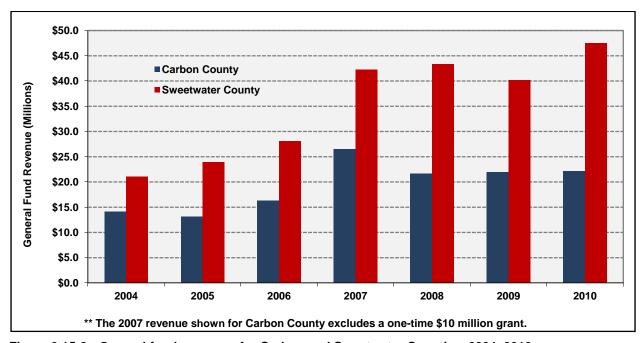


Figure 3.15-8. General fund revenues for Carbon and Sweetwater Counties, 2004–2010

3.15.5.3 Municipal Fiscal Conditions and Trends

Property Taxes

Property taxes are a less significant, but still important revenue source, for municipalities than for counties. Unlike county-wide valuations that rely heavily on mineral valuation, municipal valuations are more heavily based on the real estate. The dependency on real estate reduces the volatility in year-to-year valuations for municipalities, as compared to that for counties. Because of the latter factor, trends in assessed valuation are important indicators of local economic growth.

As shown in **Table 3.15-10**, Green River, Rawlins, and Rock Springs have relatively large ad valorem tax bases, while the three smaller communities have much smaller property tax bases. The most significant trends disclosed by these data include the strong growth in valuations among the three large communities, and the recent declines in Wamsutter's property tax base following its peak of \$5.4 million in 2006. Rock Springs saw a 136-percent increase in assessed value between 2003 and 2010 due to its emergence as a regional service center for natural gas development, resulting in an assessed value nearly four times that of Rawlins and over twice that of Green River.

Table 3.15-10. Total assessed value, affected cities and towns

| | Fiscal Years | | | | | |
|--------------|---------------|--------------|--------------|--------------|--------------|---------|
| | 2006 | 2007 | 2008 | 2009 | 2010 | 2006-10 |
| Green River | \$ 55,080,205 | \$64,197,337 | \$75,527,179 | \$76,962,206 | \$76,067,639 | 38.1% |
| Rawlins | 31,466,624 | 40,026,026 | 46,593,587 | 51,449,273 | 50,599,959 | 60.8% |
| Rock Springs | 119,965,719 | 146,505,485 | 179,056,974 | 194,302,844 | 191,988,774 | 60.0% |
| Baggs | 1,253,046 | 1,740,673 | 2,061,521 | 3,363,378 | 2,733,582 | 118.2% |
| Wamsutter | 5,438,372 | 1,804,230 | 2,791,829 | 3,988,816 | 3,942,481 | -27.5% |

Source: Wyoming State Board of Equalization, 2009 and 2010, and Wyoming Taxpayers Association, 2007 to 2008.

Sales and Use Tax Distributions

Sales and use taxes are typically the single largest source of general-fund revenue for municipalities. That pattern applies to the affected municipalities in the project area. **Table 3.15-11** shows the annual sales and use tax distributions reported by the state to each of the six potentially affected communities from 2005 through 2010. The comparative distributions among the communities generally reflect their relative sizes, as well as differences in the level of economic activity and growth associated with the natural gas industry.

Table 3.15-11. Total annual sales and use tax distributions, cities and towns

| | Fiscal Year | | | | | | Change | |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------|--|
| City/Town | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2009-10 | |
| Green River | \$10,177,818 | \$12,668,279 | \$15,299,399 | \$15,252,520 | \$15,458,494 | \$11,728,814 | -24% | |
| Rawlins | 5,252,016 | 6,336,901 | 8,594,271 | 8,417,212 | 8,808,209 | 5,695,922 | -35% | |
| Rock Springs | 16,429,886 | 20,471,622 | 24,239,596 | 24,165,324 | 24,491,659 | 18,582,542 | -24% | |
| Baggs | 205,710 | 245,475 | 332,090 | 325,249 | 340,357 | 220,096 | -35% | |
| Wamsutter | 228,118 | 282,659 | 338,173 | 337,136 | 126,988 | 259,250 | 104% | |

Source: Wyoming Department of Revenue, Sales and Use Tax Distribution Reports.

As shown above, the local municipalities experienced substantial declines in sales and use tax distributions as the economic recession continued. In Rock Springs the total distribution dropped by \$5.9 million, or 24 percent. Rawlins experienced a larger decline, in relative terms, of 35 percent. The

unforeseen magnitude of these declines necessitated mid-year revisions in budgets, which translated to responses such as staff layoffs, deferral of planned hiring, cutbacks in services and programs, and cancellation or deferral of capital-improvement spending.

Municipal Revenue and Expenditures

Summaries of municipal general-fund revenues and expenditures were developed from budget documents of the selected cities and towns. These summary budgets are presented in **Tables 3.15-12** through **3.15-15**. Although the organization of funds and level of detail provided in the municipal budgets varies among the communities, the summary budgets attempt to present comparable information for each municipality by assigning all revenues and expenditures to one of a broadly defined set of categories. Two conventions should be noted. First, the income category of "taxes" includes sales and use taxes returned to the municipalities by the state. Several of the source-document budgets listed such payments as "intergovernmental revenue." Conversely, some "taxes" such as severance tax and mineral royalties are included in the summaries as "intergovernmental" even though some local budgets classified them under the "tax" heading. Second, in preparing the expenditure summaries, multiple departments are grouped into six categories with descriptive titles that do not necessarily mean only the department with a similar name. For example "public works" in the table could include the Public Works department, but also Streets, Engineering, Shops, Building Maintenance, and other physical facility and plant construction and maintenance activities.

City of Rawlins

Table 3.15-12 summarizes general-fund budget data for three years of recent budgets for the City of Rawlins. General fund revenues and expenses will effectively equalize over the long term, but there may be variances in any one year due to inter-fund transfers, contributions to or from reserves, and varying year-end cash balances. In Rawlins, budgeted revenue was anticipated to increase modestly over the three-year period, with approximately half of the total revenue from taxes. On the expenditure side, public safety accounts for the largest share of outlays.

Table 3.15-12. General fund revenue and expenditures, City of Rawlins

| | 2007-08 Actual | 2008-09 Budget | 2009-10 Preliminary Budget | Change 2007-08 to 2009-10 | | |
|---------------------------|----------------|----------------|-------------------------------|------------------------------|--|--|
| General Fund Revenue | | | | | | |
| Taxes | \$ 7,454,450 | \$ 7,468,667 | \$ 8,348,500 | 12.0% | | |
| Franchises | 359,000 | 394,000 | 430,000 | 19.8% | | |
| Intergovernmental | 2,969,635 | 2,547,347 | 2,380,139 | -19.9% | | |
| Charges for services | 1,053,513 | 1,077,050 | 1,030,200 | -2.2% | | |
| Police and court | 354,700 | 387,400 | 390,900 | 10.2% | | |
| Other revenue | 119,500 | 82,900 | 71,140 | -40.5% | | |
| Transfers in | 425,850 | 483,610 | 687,497 | 61.4% | | |
| Beginning balance | 2,638,736 | 3,820,237 | 3,593,656 | 36.2% | | |
| Total Revenue | \$15,375,384 | \$16,261,211 | \$16,932,032 | 10.1% | | |
| General Fund Expenditures | | | | | | |
| Administration | \$ 2,511,368 | \$ 2,652,215 | \$ 3,097,286 | 23.3% | | |
| Courts | 287,597 | 289,915 | 284,631 | -1.0% | | |
| Public safety | 4,666,059 | 5,059,741 | 5,234,031 | 12.2% | | |
| Public works | 2,482,836 | 2,426,548 | 2,937,439 | 18.3% | | |
| Parks & recreation | 1,623,278 | 1,291,187 | 1,314,228 | -19.0% | | |
| Miscellaneous | 617,235 | 842,476 | 1,037,273 | 68.1% | | |
| Capital improvements | 1,060,242 | 1,473,192 | 274,349 | -74.1% | | |
| Ending balance | 2,026,769 | 2,225,937 | 2,752,795 | 35.8% | | |
| Total Expenditures | \$15,275,384 | \$16,261,211 | \$16,932,032 | 10.8% | | |

Source: City of Rawlins, Budget Worksheet, FY2009-10. Note: Taxes include state-rebated sales and use tax.

Revenue shortfalls beginning in 2009 and continuing through 2010 necessitated amending the use of reserves, and cutbacks of more than \$1.1 million in city spending to address the resulting deficit. The cutbacks included a reduction of 16 positions through attrition or layoffs.

The proposed budget for 2010-2011 calls for another \$1.1 million reduction in expenditures, with periodic reviews to monitor revenues, particularly sales and use tax proceeds. If necessary, the city may draw on its reserve account to preserve essential services.

City of Rock Springs

The City of Rock Springs has an annual general-fund budget more than twice that of Rawlins, with taxes again the largest single contributor to revenue (see **Table 3.15-13**). The City's anticipated general revenues exhibit substantial year-to-year revenue variability due to transfers and unexpected changes in local economic activity.

The City's total budgeted general-fund expenditures decreased by 28 percent over the past 3 years. Sharp cutbacks in the budgets for public works and parks and recreation accounted for most of the reduction, while the budget for administration increased by about \$2.1 million.

Table 3.15-13. General fund revenue and expenditures, City of Rock Springs

| | 2008-2009 Actual | 2009-2010 Actual | 2010-2011 Budget | Change 2010-2011 |
|--------------------------------|------------------|------------------|------------------|---------------------|
| General Fund Revenue | | | · | |
| Taxes | \$ 3,647,055 | \$ 3,762,761 | \$ 2,932,782 | -22% |
| Intergovernmental | 34,175,579 | 35,645,049 | 31,573,137 | -11% |
| Charges for services | 1,388,822 | 1,350,393 | 1,377,425 | 2% |
| Fines and forfeitures | 518,009 | 572,146 | 518,250 | -9% |
| All other, including transfers | 3,234,759 | 5,638,559 | 1,833,039 | -67% |
| Total revenue | \$42,964,224 | \$46,968,908 | \$38,234,633 | -19% |
| General Fund Expenditures | i | | | |
| Administration | \$ 8,163,156 | \$ 8,571,182 | \$10,309,818 | 26% |
| Municipal Court | 398,800 | 430,351 | 439,101 | 10% |
| Parks & Recreation | 20,605,894 | 10,613,992 | 8,578,928 | -58% |
| Public Safety | 13,297,227 | 12,802,508 | 12,376,084 | -7% |
| Public Works | 11,484,602 | 11,956,730 | 7,343,680 | -36% |
| Total expenditures | \$53,949,679 | \$44,374,763 | \$39,047,611 | -28% |

Note: Taxes include state-rebated sales and use tax.

Sources: City of Rock Springs, Final Budget 2008–2009, 2009-2010, and 2010-2011.

City of Green River

As indicated in **Table 3.15-14**, Green River's general-fund revenues have declined by 27 percent over the last three years, with reductions in taxes comprising the majority of the decline. During the same period, total general fund expenditures increased by about 9 percent; the increase funded through the use of reserves.

Table 3.15-14. Revenue and expenditures, City of Green River

| | 2008-2009 Actual | 2009–2010 Budget | 2010-2011 Budget | Growth 2008-10 | | |
|---------------------------|------------------|------------------|------------------|----------------|--|--|
| General Fund Revenue | | | | | | |
| Taxes | \$ 17,290,036 | \$ 12,612,606 | \$ 11,858,377 | -31% | | |
| Intergovernmental | 2,788,802 | 3,325,009 | 2,927,386 | 5% | | |
| Charges for services | 492,437 | 426,700 | 449,150 | -9% | | |
| Other & Miscellaneous | 1,387,866 | 829,200 | 711,200 | -49% | | |
| Total revenue | \$ 21,959,141 | \$ 17,193,515 | \$ 15,946,113 | -27% | | |
| General Fund Expenditures | | | | | | |
| Administration | \$ 3,010,274 | \$ 3,464,791 | \$ 3,284,419 | 9% | | |
| Courts | 5,119,193 | 5,555,267 | 5,526,219 | 8% | | |
| Public safety | 2,450,853 | 2,746,938 | 2,830,292 | 15% | | |
| Public works | 727,121 | 844,111 | 974,537 | 34% | | |
| Parks & recreation | 4,364,043 | 4,878,946 | 4,918,062 | 13% | | |
| Total expenditures | \$ 15,671,484 | \$ 17,490,053 | \$ 17,533,529 | 9% | | |

Notes: Taxes include state-rebated sales and use tax.

Source: City of Green River, Annual Budgets Fiscal Year 2008, 2009 and 2010.

3.15.6 Schools

Three school districts could be affected by the CD-C project:

- Carbon County School District #1 (CCSD #1)
- Sweetwater County School District #1 (SCSD #1)
- Sweetwater County School District #2 (SCSD #2)

Figure 3.15-9 displays 1991–2010 fall enrollment statistics for the three affected school districts. All three districts had substantial enrollment declines through the 1990s and the first several years of the following decade. Thereafter all three districts experienced enrollment gains in concert with population growth associated with the increased pace of natural resource development. Enrollment gains continued in CCSD #1 and SCSD #2 through 2007 and 2008, respectively, but stabilized somewhat in subsequent years. Enrollment in SCSD #1 has grown steadily over the past seven years, gaining more than 960 students since 2003. Fall 2010 enrollment counts, covering kindergarten through grade 12, were 1,810 for CCSD #1, 2,635 for SCSD #2, and 5,159 for SCSD #1.

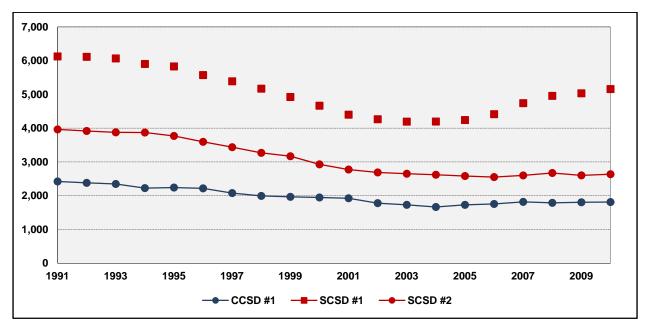


Figure 3.15-9. Fall enrollment, Carbon County School District #1 and Sweetwater County School Districts #1 and #2, 1991–2010

Source: Wyoming Department of Education 2010, 2011.

The differences in enrollment levels are reflected in their respective annual operating budgets and level of staffing (see **Table 3.15-15**). The pupil/teacher ratios for all three districts are slightly above the statewide median.

Table 3.15-15. School district revenue, staffing, and enrollment, 2009

| | Fiscal Year 2009 | | | |
|--------------------------|------------------|--------------|--------------|--|
| | CCSD #1 | SCSD #1 | SCSD #2 | |
| Total Revenue | \$19,717,769 | \$84,586,170 | \$52,736,915 | |
| Staff (FTE) | | | | |
| Teachers | 137.9 | 356.5 | 200.4 | |
| Others | 139.6 | 483 | 264.9 | |
| Total | 277.5 | 839.5 | 465.3 | |
| Enrollment | 1,727 | 4,955 | 2,669 | |
| Pupil/Teacher Ratio | 12.5 | 13.9 | 13.3 | |

Source: Wyoming Department of Education 2009.

All districts have historically had difficulty finding affordable housing for teachers. The districts have also occasionally had difficulty in recruiting and retaining maintenance and custodial staff and bus drivers during periods of economic expansion when labor shortage and the high wages paid in the energy industry put the districts at a competitive disadvantage for labor (Grube 2007, Sanders 2007, Sorenson 2007).

3.15.6.1 Carbon County School District #1

CCSD #1 serves Rawlins, Sinclair, and the Little Snake River Valley (LSRV), including the communities of Baggs and Dixon and the Sweetwater County community of Bairoil. Currently CCSD #1 operates two elementary schools, a middle school, a high school, and a cooperative high school in Rawlins; elementary schools in Sinclair and Bairoil; and a K–12 comprehensive school in Baggs that serves the entire LSRV. Additionally the district operates a fine-arts center, a swimming pool, and a sports complex in Rawlins.

The Rawlins Elementary School opened in early 2011. It currently has two learning communities, (grades 2–3 and grades 4–5). The school is designed to allow the addition of a K–1 community. Currently, kindergarten and first-grade students are housed in the adjacent Highland Hills Elementary School, which is at capacity. Rawlins Elementary could accommodate an additional 100 students over the 2010–2011 school year enrollment. The Rawlins Middle School can accommodate an additional 50 to 75 students. The Rawlins High School was designed to accommodate 1,100 to 1,200 students and fall enrollment was 455 students. The high school is an aging and outsized facility that is inefficient to operate. The Wyoming School Facilities Commission has authorized construction of a new 500-student high school, but the district believes it will need capacity for 600 students given pending energy projects in the area. Sinclair elementary is approaching capacity and the Little Snake River K–12 school could accommodate an additional 40 or more students (Terhune 2011).

3.15.6.2 Sweetwater County School District #1

SCSD #1 serves eastern and central Sweetwater County, including the communities of Rock Springs, Farson, Eden, Superior, and Wamsutter. SCSD #1 has seven elementary schools, one junior high school, and two high schools (one traditional and one alternative) in Rock Springs. The district opened the new Pilot Butte Elementary, a 5–6 grade school, in the fall of 2011. SCSD #1 also operates a K–12 school in Farson; and a K–8 school in Wamsutter. The district closed eight schools between 1991 and 2003 due to declining enrollments.

SCSD #1 has proposed to build an additional 5–6 grade school and a new junior high school. Longer-term plans include replacing the high school. School construction plans are subject to approval by the Wyoming School Facilities Department.

With new and planned facilities, SCSD #1 should be able to accommodate an additional 60 students per grade in the elementary schools. The new junior high school will have additional capacity, but the high school is currently near capacity with anticipated increases in enrollment in the coming years. The district has a plan to relocate a portion of the school to a satellite facility. The Wamsutter K–8 school currently has enrollment of about 8 to 12 students per classroom and could accommodate up to 23 students per classroom (Lopiccolo 2011).

3.15.6.3 Sweetwater County School District #2

SCSD #2 serves the western half of Sweetwater County including the communities of Green River, Granger, and McKinnon. SCSD #2 operates a high school (grades 9–12), an alternative high school (grades 10–12), a middle school (grades 7–8), and an intermediate school (grades 5–6). The District also maintains four K–4 elementary schools within the city limits and three rural elementary schools. The district has closed two elementary schools since 1990 due to declining enrollment.

It is estimated that the four Green River K–4 elementary schools could accommodate a combined total of an additional 110 students and the 5–6 elementary school could accommodate an additional 20 students. There is some capacity to absorb new students in the middle school. The high school has a design capacity of 1,200 to 1,500 students and currently serves about 700 students (Little-Kaumo 2011).

3.15.7 Social Conditions and Trends

This section describes relevant social conditions and trends within in and near the CD-C project area. Specific social conditions associated with other users of the project area (grazing operators and recreationists) are also examined. Information for this section was obtained from over 60 interviews with community officials, local government staff, business persons, and ranchers; from review of scoping comments and newspaper articles; and from other secondary sources as cited.

Section 2 of the Baseline STR describes the human geography of the study area, discusses human settlement of the area, characterizes the communities, and describes the economic influences that have helped shaped the region and the individual communities. Although these communities share elements of a common heritage and regional geography, each has its own distinct economic, demographic and social setting.

3.15.7.1 Common Social Elements and Trends

Over the past decade, the communities in the study area experienced an economic expansion fueled by energy development in the project area and elsewhere in the bi-county region and in much of southwest Wyoming, and then a rapid contraction resulting from the sub-prime mortgage crisis, the ensuing global recession, and falling energy prices. The social effects of the recent expansion and contraction provide valuable insights into potential effects of the Proposed Action and alternatives on social conditions in the area.

The recent expansion was the latest in a series of regional economic expansion and contraction cycles dating back to the construction of the transcontinental railroad but more recently associated with mineral and energy development. The larger communities in the study area have a somewhat economically diverse population resulting from the influences of the ranching, energy, mining, and transportation industries and federal and state government offices and facilities. Wamsutter, Baggs and the other smaller communities are much less diverse economically. Wamsutter, although formerly a railroad and woolshipping center, has recently become dependent on the energy industry and I-80 commerce. Of the communities in the study area, Baggs and the LSRV remain most closely tied to the ranching and outdoor recreation (principally hunting) industries, although a number of residents of Baggs and the LSRV are employed by or provide services to the energy industry and Devon Energy operates a field office in Baggs.

Even during the current (mid-2011) economic contraction there are reduced levels of energy development activity and in- and out-migration associated with the energy and mining sectors. Communities in the study area are familiar with energy industries and with the relatively constant stream of newcomers to these communities. However, during the recent expansion, which began in 2002/2003 in Sweetwater County and 2004/2005 in Carbon County, economic and population growth occurred at levels not seen for more than two decades in these two counties. Local communities are in agreement that federal and state population statistics did not reflect the magnitude of growth and there were no reliable estimates of the number of energy workers who stayed in communities on a temporary basis.

As a result of the economic and population growth and the presence of relatively large numbers of temporary and transient, predominantly male workers in these communities, social conditions in affected communities were changing at a relatively rapid pace. Many of the "boom-town" phenomena (e.g. housing shortages and escalating housing costs, workforce shortages, elevated rates of certain types of crime) reported by researchers in the late 1970s and early 1980s once again emerged. Social settings within the study area such as stores, restaurants, bars, and post offices were increasingly crowded and from a local resident's perspective, filled with strangers. Traffic on major streets and thoroughfares in Rock Springs and Rawlins was often congested (relative to past years), housing prices increased substantially, and local retail and service establishments had difficulty obtaining and keeping employees.

There were enthusiastic supporters of the boom and just-as-ardent detractors in all communities. But even some of the supporters lamented the change in social conditions, e.g., "feeling the need to lock their houses and take the keys out of their cars, entering a supermarket or restaurant and not seeing a familiar face, having to wait for two stoplight cycles to cross an intersection." For many, these inconveniences were offset by the robust economy and the increase in employment and shopping options. Others, including those who did not benefit from energy development and those on fixed incomes, were less likely to be enthusiastic about the boom.

Many residents of Carbon and Sweetwater counties value clean air and water, wildlife, wildlife habitat, and access to and the health of public lands (Blevins *et al.* 2004, Carbon County Board of Commissioners and Carbon County Planning Commission 1998, Markert 2008). A key concern for many residents is the effect of energy development on public lands, particularly lands with high resource values.

Two groups have been directly affected by natural gas development in the project area: ranchers/grazing permittees and recreation users of the area.

3.15.7.2 Ranchers/Grazing Permittees

Information for this section was obtained in the spring of 2008 from individual and group interviews with grazing permittees, the Rawlins-based UW Cooperative Extension Area Educator for Range Management, and the RFO Range Resources Specialist assigned to the CD-C EIS. As discussed in **Section 3.18 Range Resources**, 47 allotments are permitted for grazing within the project area. Many of these allotments extend beyond the boundaries of the project area. The active allotments are permitted for about 199,000 animal unit months (AUMs) of grazing per year used mostly by cattle, although sheep are grazed on 11 allotments.

Many of the affected livestock operations that use the project area are locally owned, multi-generational family ranches. A combination of long-term drought, high fuel and feed prices, unfavorable market conditions, and the high level of existing natural gas development within the allotments has resulted in challenging times for grazing permittees, causing some to substantially alter their methods of operation and even consider relinquishing their allotments.

In the most active natural gas fields within the project area, the predominant land use has changed from grazing/dispersed recreation to industrial. The project area contains roads with some of the highest traffic volumes in Carbon and Sweetwater counties, including high volumes of heavy-truck traffic. The high

traffic volumes within the project area produce substantial amounts of dust on all but the major roads, which have been treated with magnesium chloride.

Natural gas development can affect grazing operations in several ways. Effects include livestock injury/mortality, reduced rates of weight gain in livestock, increased maintenance of range improvements, and required changes in livestock management practices.

Heavy traffic during the drilling and field-development phase often results in conflict with livestock operations. Vehicle/livestock collisions are not uncommon and, although some natural gas companies compensate permittees for livestock mortality, accidents are not reported in many cases. Responsibility is difficult to assign in areas used by multiple gas companies, and some service companies are less willing to compensate livestock owners. Companies are, in general, unwilling to compensate grazing permittees unless a driver accepts or is assigned responsibility for the accident. Gas-field traffic is of particular concern during lambing and calving periods, when animals sometimes use the roads to give birth and newborn animals are less able to move out of the way of oncoming traffic. In addition to animal losses from accidents, livestock lose weight if they are frequently startled by traffic. Some permittees have stopped trailing their herds along WY 789, the Wamsutter–Dad Road, and other major county and BLM roads within the project area because of the high volumes of industrial traffic, resulting in higher costs to move livestock by truck from pastures on one side of the road to the other.

High levels of gas-field traffic can increase damages to range improvements such as fences and cattle guards, resulting in scattering of livestock from pastures and introduction of other livestock and wild horses into pastures. During severe winters, when natural gas company contractors clear snow for some distance on either side of road surfaces to remove heavy snow accumulations, damage to cattle guards and sections of fence often occurs. As a result, some permittees are unable to use some pastures in the spring, which has disrupted grazing patterns and resulted in unbudgeted costs to relocate livestock. Although in most cases gas companies compensate grazing permittees for repairing fences and cattle guards, there are sometimes disputes over the amount of compensation, the quality of the replacement fences and structures, and the timeliness of compensation. It is again difficult to assign responsibility for damage in areas where multiple gas and service companies are active; grazing permittees lose the use of the pastures while awaiting repairs, which at times requires an extended period to locate and schedule contractors.

Another concern for livestock grazing permittees is that some gas companies do not notify them in advance of starting new development within a federal grazing allotment. Consequently, affected grazing permittees do not have advance opportunity to relocate herds to avoid conflict with development. Although required by regulation, some drilling contractors do not adequately fence drilling facilities such as reserve pits, resulting in livestock injury or mortality.

New and improved roads are at times beneficial for grazing permittees in that they allow better access to pastures and livestock. However, new and improved roads also facilitate higher travel speeds for gas-field traffic, increasing the risk of vehicle/livestock accidents. New and improved roads also allow more public access into grazing allotments, increasing the potential for vandalism and disruption of grazing in formerly remote areas. Some grazing permittees report reductions in vandalism in areas that are actively being developed, however, which they attribute to the greater human presence.

An oft-cited effect of high levels of natural gas development is the reduction in forage associated with surface disturbance and infestation of noxious and invasive species when reclamation is delayed or unsuccessful. In areas where development is concentrated, reductions in forage can be substantial. Although a portion of disturbance for well pads, pipelines, roads, and other ancillary facilities is required to be reclaimed within a short period of time, a combination of the prolonged drought and ineffective reclamation methods has resulted in drill pads, pipeline and road corridors, lay-down areas, and pads for ancillary facilities remaining unreclaimed or in a weed-infested state for years. In addition to the direct reductions in forage associated with unreclaimed or weed-infested areas, a substantially larger area is often removed from productive use as a result of wind-blown dust from unreclaimed areas and roads

which accumulates on plants, reducing palatability and accelerating wear on livestock teeth. The location of well pads, gathering lines, and roads may also alter surface-water flow patterns, resulting in erosion and loss of vegetative cover and forage.

The combination of high levels of gas-development activity, reduced forage, and drought conditions requires substantially higher levels of livestock management for grazing permittees, as they are required to more frequently monitor livestock condition and movements, relocate livestock more frequently, and round up livestock that have wandered from pastures when fences and cattle guards are down. Sheepherders have been required to avoid grazing and trailing their flocks through certain areas and to find new trails to avoid halogeton infestations, which can be toxic to sheep. Some grazing permittees who formerly wintered cattle on allotments within the project area have had to truck their herds to other areas or other states, in part because of periodic drought years but also in part to avoid natural gas activity during winter months when herd management is more difficult.

Higher levels of livestock management result in higher fuel outlays and labor costs. Fuel costs for grazing permittees in the project area can be substantial given the distance to the allotments from communities and home ranches. Securing ranch hands in Carbon and Sweetwater counties during the boom years was complicated by the regional labor shortage and competition for workers. Some grazing permittees had difficulty competing for workers with the traditionally higher wages paid by the energy industry. More active livestock management, including frequent movement of livestock from pasture to pasture or between allotments to avoid disruptive activity can reduce weight gain in cattle.

All of the above factors result in higher cost, lower production, and reduced profitability for grazing permittees. In addition, although their allotments are less productive because of activity, disturbance, weed infestations and drought, their allotment lease fees are not reduced. The reduced profitability is likely to change the nature of some CD-C area ranching operations and may result in others leaving the ranching business. Grazing permittees interviewed for this assessment reported reductions in herd size, potential selling off of herds, and potential relinquishment of BLM leases.

The ranching economy in Carbon and Sweetwater counties is substantially smaller than the energy economy, but reductions in ranching operations would result in adverse changes in economic diversity in these two counties. Reductions in ranching operations would also have social and cultural implications for the study area. Ranching is an important element of the heritage and culture of Carbon and Sweetwater counties and the State of Wyoming as a whole.

3.15.7.3 Recreation Users of the Area

Substantial changes in the recreation setting within the project area have already occurred. As noted elsewhere in this assessment, an average of about 239 wells/year were drilled within the project area during the 2000-2010 period and there were over 3738 producing wells in the area at the end of 2010.

As discussed in **Section 3.12 Recreation**, hunting—primarily by locals—is the dominant recreation use of lands within the project area. Some pleasure driving to view wild horses or the Red Desert landscape occurs near the specific resources and settings of interest. As noted in Section 3.12, the BLM makes estimates of recreation usage at the field-office level only, so there are no available data on recreation participation and recreation visitor days that are specific to the CD-C project area. Similarly, the WGFD's Hunt Areas extend beyond the boundaries of the project area and the WGFD does not collect statistics for sub areas; it is therefore not possible to assign hunter activities specifically to the CD-C project area. Consequently, data are not available to support the estimation of economic effects of hunting or other recreation activities within the project area. Recreation use in the project area is low overall and seasonal, with most occurring in the fall during the big game hunting seasons. The BLM generally considers the project area to be a recreation resource that attracts some non-residents who have special interests (e.g., wild horses, historic trails, and the Red Desert) but is visited mainly by Wyoming residents, especially those living nearby.

A combination of local residents, residents from elsewhere in Wyoming, and non-residents has historically hunted within the project area, although as noted above, locals are the dominant users and the level of hunting use is relatively low. Adverse effects of existing natural gas development on hunting have resulted from development activity, traffic, and changes in wildlife distribution and abundance. Although the current presence of relatively widely spaced wells is not a deterrent for all hunters, safety issues associated with hunting around natural gas facilities and the change in the recreational setting are believed to be deterrents for many non-local and out-of-state hunters for whom a natural setting is a part of the overall hunting experience. Displacement of hunters from the project area could result in increasing hunting pressure in other areas. There is increasing concern among hunting and wildlife advocacy groups that development in wide expanses of wildlife habitat and migration corridors will have an adverse effect on wildlife populations within an area, which could result in a shift in hunting activity away from the project area.

Some local and non-local groups and individuals value specific areas within and adjacent to the project area including a sage-grouse lek complex southeast of Creston, the Red Lakes Dunes Citizens' Proposed Wilderness and the Chain Lakes WHMA. At the time of this assessment, one well has been drilled in the Chain Lakes WHMA and several wells have been drilled near the part of the Red Lakes Dunes Citizens' Proposed Wilderness and the sage-grouse lek east of Creston.

A growing concern is the increasing amount of big-game poaching occurring in remote areas now accessible on roads improved for natural gas development and an increasing amount of both personal and industrial litter along highways and county, BLM, and private roads. These effects represent a loss in environmental amenity values for local residents, recreational users, and non-users alike.

Cumulative effects of energy development on recreation use of the area is discussed in **Chapter 5** of this EIS, but there is increasing concern among local public officials and residents regarding the direct and indirect effects of the intensive level of current and ongoing energy-related development, including oil and gas development, pipeline construction, and wind energy and transmission line development across southwest Wyoming on the availability and quality of outdoor recreation opportunities and experiences. The potential for adverse effects arise in conjunction with changes in recreational setting, visual character, noise, dust, increased presence of other humans, changes in vegetation, water quality, and presence of wildlife.

3.15.8 Environmental Justice

Environmental justice is defined as the fair treatment and meaningful involvement of all people regardless of race, color, national origin, or income with respect to the development, implementation, and enforcement of environmental laws, regulations, and policies (USEPA 1998). EO 12898, *Federal Actions to Address Environmental Justice in Minority Populations and Low-Income Populations*, published in the Federal Register in 1994, tasks "each Federal agency [to] make achieving environmental justice part of its mission by identifying and addressing, as appropriate, disproportionately high adverse human health and environmental effects of its programs, policies, and activities on minority populations and low-income populations."

Implementation of EO 12898 for NEPA by agency directive involves the following steps (BLM 2002):

- Identification of the presence of minority and low-income populations and Indian Tribes in areas that may be affected by the action under consideration.
- Determination of whether the action under consideration would have adverse human health, environmental, or other effects on any population.
- Determination of whether such environmental, human health, or other effects would be disproportionately high and adverse on minority or low-income populations or Indian Tribes.

• Providing opportunities for effective community participation in the NEPA process, including identifying potential effects and mitigation measures in consultation with affected communities and improving the accessibility of public meetings, crucial documents, and notices (CEQ 1998).

The BLM standard for identifying a low-income population is the poverty level used by the U.S. Census Bureau. The standard for identifying minority populations is either: 1) the minority population of the affected area exceeds 50 percent, or 2) the minority population percentage of the affected area is "meaningfully greater" than the minority population percentage in the general population or other appropriate unit of geographic analysis. For environmental justice compliance, the relevant minority population is the total minority population comprising all persons of a minority racial identity plus persons of Hispanic-origin and Latinos (BLM 2002).

The minority and low-income status of populations within the socioeconomic study area are described in the following section.

3.15.8.1 Racial and Ethnic Minority Populations

The overwhelming majority of the project area is extremely rural and sparsely settled due to the "checkerboard" pattern of alternating sections of public and private land ownership. There are few permanently occupied residences within the project area outside of the town of Wamsutter, although some ranch facilities and a few rural cabins and privately-owned lots are occupied on a seasonal basis. There are no American Indian Reservations, Colonies, or Tribal trust lands in or near the project area.

Table 3.15-16 compares the percentage of minority residents in the project area, based on data from the 2010 Census, with that for two counties in which it is located, the state of Wyoming and the nation as a whole. The percentages of minorities in Carbon County and Sweetwater County are higher, but not meaningfully higher, than the statewide average. Minorities were an estimated 18.7 percent of the population in an area that encompasses the project area, essentially the same as the local county averages (Carbon County at 20.2 percent and Sweetwater County as 19.1 percent), slightly higher than the statewide average, but considerably lower than the national average. The Hispanic or Latino population is the single largest minority group, locally as well as across the state.

Table 3.15-16. Percentage of minorities in the State of Wyoming, Carbon County, Sweetwater County, the CD-C project area, and selected communities

| | | Percentage of Total Population | | | | | | | | |
|---|--|---|------------------------------------|---|---|--|--|--|--|--|
| | (A) | (B) | (C) | (D) | (E) | | | | | |
| Geographic Area | White and not Hispanic or Latino | Total Racial Minorities and not Hispanic or Latino ¹ | Hispanic or Latino Ethnicity | Total Racial and Ethnic Minorities (B) + (C) | Difference in Percent Minority Population Above/Below the State Average | | | | | |
| United States | 62.3% | 19.5% | 18.2% | 37.7% | 23.6% | | | | | |
| Wyoming | 85.9% | 5.2% | 8.9% | 14.1% | 0.0% | | | | | |
| Carbon County | 79.8% | 3.4% | 16.8% | 20.2% | 6.0% | | | | | |
| Sweetwater County | 80.9% | 3.8 | 15.3% | 19.1% | 5.0% | | | | | |
| Rawlins | 71.5% | 4.2% | 24.3% | 28.5% | 14.3% | | | | | |
| Rock Springs | 79.1% | 4.5% | 16.4% | 20.9% | 6.8% | | | | | |
| Wamsutter | 74.7% | 5.6% | 19.7% | 25.3% | 11.1% | | | | | |
| CD-C project area estimate ² | 81.3% | 3.3% | 15.4% | 18.7% | 4.6% | | | | | |

Racial minorities includes all persons identifying themselves as a non-white race, including "Black or African American," "American Indian and Alaska Native," "Asian," "Native Hawaiian and Other Pacific Islander," "Some other race alone," and "Two or more races." Ethnic minorities include persons who identify themselves as Hispanic or Latino.

Source: U.S. Census Bureau, 2010.

When expressed as a share of the total population, the Hispanic population has grown across these two counties over the past decade, climbing from 13.8 percent to 16.8 percent of the Carbon County population and from 9.4 percent to 15.3 percent of the Sweetwater County population. The analysis area does not exactly match the project area boundaries, but has similar demographic characteristics to the project area.

Wamsutter had a 2010 census population of 451, 25.3 percent of whom were identified as racial or ethnic minorities. The town exists in large part due to the substantial presence of the energy industry and ongoing oil and gas development activity has been largely responsible for the recent population growth. Thus, the relatively high share of minorities and the increase in minority population in recent years is indicative of growth attracted by economic opportunity, rather than the presence of a minority population rising to the BLM standards for consideration from an environmental justice perspective.

3.15.8.2 Persons in Poverty

Table 3.15-17 summarizes the prevalence of poverty in the project area and two host counties that encompass the project area. For the analysis of low-income population for the year 2000, the local area that includes the project area is slightly larger than that for the analysis of minority populations because the level of aggregation of income data available from the U.S. Census Bureau is larger than that for racial and ethnic characteristics.

Based upon 2000 Census data, persons with incomes below the poverty level represent 10.6 percent of the population in the analysis area that includes the project area, 1.8 percent lower than the 11.4 percent of the population with incomes below the poverty level for the State of Wyoming. In comparison countywide poverty in Carbon County was slightly above the national average, while that in Sweetwater County was approximately 25 percent lower. In part the latter reflects the strong industrial base of Sweetwater

² The project area estimate is based on data for several rural census tracts in western Carbon County and eastern Sweetwater Counties, including the town of Wamsutter, but excluding Baggs.

County, while the former is influenced by the location of a relatively large inmate population at the Wyoming State Penitentiary in Rawlins.

Detailed poverty data are not yet available from the 2010 Census. However, poverty estimates prepared by the Census Bureau for 2009 indicate a reduction in poverty rates in Wyoming and Carbon and Sweetwater counties, as compared to those for 2000. Meanwhile, poverty rates rose at the national level for the same two points in time. The median household income for Carbon and Sweetwater counties also exceeded the national average, with that for Sweetwater ranking among the top 5 percent within the nation. Estimates for 2009 are not available for Wamsutter, but the relatively high rates of employment—much of it in energy-related jobs—that characterize the community are thought to be unlikely to result in poverty rates substantially higher than the statewide or national averages.

Table 3.15-17. Poverty levels in the United States, State of Wyoming, Carbon County, and Sweetwater County, 2000 and 2009

| Geographic Area | Share of Population Below Poverty Level 2000 | Share of Population Below Poverty Level 2009 | Median Household Income 2009 |
|----------------------------|--|--|------------------------------------|
| United States | 12.4% | 14.3% | \$50,221 |
| Wyoming | 11.4% | 10.2% | \$54,400 |
| Carbon County | 12.9% | 11.7% | \$50,353 |
| Sweetwater County | 7.8% | 7.3% | \$69,297 |
| CD-C project area estimate | 10.6% | Not Available | Not Available |

Source: U.S. Census Bureau, 2002 and U.S. Census Bureau, 2010.

The communities of Rawlins, Rock Springs, Green River, Baggs, Sinclair, and other small settlements are outside the project area, spatially separated from the project by topography. Consequently, these communities are not considered likely to be affected from an environmental justice perspective.

The foregoing analysis supports the finding that the low-income population in the project area does not rise to the BLM standards for consideration from an environmental justice perspective.

3.16 TRANSPORTATION AND ACCESS

The primary transportation access to and within the CD-C project area is via highway, although the Union Pacific mainline railroad across southern Wyoming passes through the project area on a generally eastwest route. General aviation and commercial service-capable airports are located in Rock Springs and Rawlins, with several other general aviation and private airfields in the surrounding region.

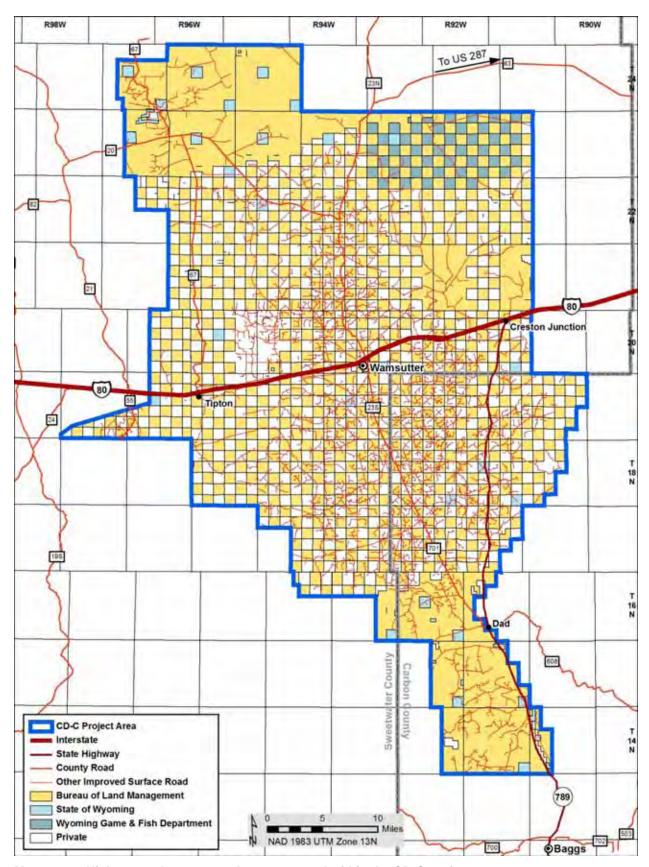
Interstate Highway 80 (I-80) and WY 789 provide primary highway access to the project area. Most traffic destined for the project area originates in Rock Springs, Rawlins, Wamsutter, or Baggs, making I-80 and WY 789 the most direct and commonly used highway access routes. Highway access routes are shown in **Map 3.16-1**. I-80 bisects the project area and provides access to a number of county and BLM roads that in turn access both the north and south parts of the project area. WY 789 provides access to the existing gas fields to the east and west of the highway and has seen substantial increases in traffic during the last several years attributable to natural gas development and interstate pipeline construction. Although it is possible to reach the project area from US 287 to the east, this route is seldom used because of the distance and the connecting roads; these roads are not as direct and are not maintained for gas-field traffic. US 287 provides access to I-80 for gas-field traffic coming from Casper and other points of origin north of the project area.

Access within the project area is provided by an established network of Sweetwater and Carbon County numbered and maintained roads, improved and unimproved BLM roads, and private roads. The BLM

categorizes roads based on existing use or anticipated traffic volumes, seasonal or year-round use, design vehicle (types of vehicles most frequently using the road), soil types, weather conditions, topography, construction costs, compatibility with other resource values, and safety (USDOI and USDA 2006). BLM road types include the following:

- Collector roads serve large land areas and are the major access routes into development areas with high average daily traffic rates. They are usually double-lane, graded, drained and surfaced, with a 20- to- 24-foot travelway. They usually connect with public highways or other arterials to form an integrated network of primary travel routes and are operated for long-term land and resource management purposes and constant service. The locations and standards are often determined by a demand for maximum mobility and travel efficiency rather than a specific resource management service.
- Local roads provide access to large areas and for various uses. They collect traffic from resource or local roads or terminal facilities and are connected to arterial roads or public highways. The location and standards for these roads are based on both long-term resource needs and travel efficiency. Local collector roads may be single-lane or double-lane with travelways 12 to 24 feet in width and 'intervisible turnouts,' where approaching drivers have a clear view of the section of road between the two turnouts and can pull off to the side to let the approaching driver pass. They are normally graded, drained, and surfaced and are capable of carrying highway loads. They may be operated for either constant or intermittent service, depending on land use and resource management objectives for the area being served.
- Resource roads are low-volume, single-lane roads. They normally have a 12- to14-foot travelway with intervisible turnouts, as appropriate. They are usually used for dry weather, but may be surfaced, drained, and maintained for all-weather use. These roads connect terminal facilities, such as a well site, to collector, local, arterial, or other higher-class roads. They serve low average annual daily traffic (AADT) and are located on the basis of the specific resource activity need rather than travel efficiency.

Within the project area, an existing network of collector and local roads has been developed or improved to accommodate the already high level of natural gas development and operations-related travel, which is the dominant use of these roads. In several cases Carbon and Sweetwater county roads serve the function of collector roads and have been improved by the respective county to accommodate that use. Within the project area, Sweetwater County Road (SCR) 23S/Carbon County Road (CCR) 701—known as the Wamsutter/Dad Road—serves as a collector road for the portion of the field south of I-80; SCR 23N, SCR 67, and BLM Road 3207 serve as collector roads for the part of the field located north of I-80.



Map 3.16-1. Highway and county road access to and within the CD-C project area

No warranty is made by the BLM for use of the data for purposes not intended by the BLM.

The Operators have in some cases improved local roads on BLM and private lands to accommodate their level of use and they provide ongoing maintenance for those roads and for resource roads that they have constructed on BLM and private lands.

3.16.1 Current Government-Industry Transportation Planning Efforts for the Project Area

Currently, a transportation plan (TP) and transportation planning committee (TPC) are in place for the Continental Divide portion of the project area; there is no TP or TPC for the Creston portion of the project area.

The BLM, the WYDOT, Carbon and Sweetwater Counties, and a number of companies operating within the Continental Divide/Wamsutter II Oil and Gas project area developed a Memorandum of Understanding (BLM MOU NO. WY 951-99-06-102) to establish a process for dealing with road issues. The MOU was intended to:

"...establish a process through which governmental agencies, oil and gas companies, private landowners and other interested parties can meet together to discuss road-related concerns resulting from project development, to identify potential solutions to problems, and to develop implementation strategies for transportation. The primary focus of this MOU centers on issues related to transportation planning including road use, development, maintenance and reclamation."

The MOU and the recommendations of the Transportation Planning Technical Support Document for the Continental Divide/Wamsutter II Natural Gas Project (BLM 1999a) resulted in the formation of a TPC for the CD/WII project area. Since the signing of the MOU in late 1998 and early 1999, the TPC has held semi-annual meetings to address transportation issues. Recently the scope of these meetings has been expanded to include operators in other areas of the RFO and cover other issues such as reclamation.

3.16.2 Highway Access to the Project Area

As noted above, two highways provide access to the project area: I-80 and WY 789 (see **Map 3.16-1**). I-80 bisects the project area horizontally and provides access to a number of county and BLM roads that in turn access both the north and south parts of the project area. WY 789 provides access to the existing gas fields to the east and west of the highway and has seen substantial increases in traffic during the last several years attributable to natural gas development and interstate pipeline construction. US 287 travels north from Rawlins at some distance from the project area and at present is used for access to I-80 rather than direct access to the project area.

WYDOT limits access to state highways to every one-half mile and encourages industrial developers to use main access points where possible. WYDOT also requires roads accessing state highways to be paved to the limits of the highway right-of-way and encourages developers to gravel roads for one-half mile before their intersection with state highways to allow trucks to shed mud from tires before entering the highway. WYDOT is currently monitoring traffic volumes on WY 789 to determine whether turn-lanes are needed at major gas-field road intersections.

The underpasses associated with off-ramps at the I-80 interchanges through the project area were not designed to accommodate over-height or over-width loads. Over-height/over-width loads traveling on I-80 that need to access areas on the opposite side of the highway must travel beyond the desired off-ramp, cross the median, and return in the opposite direction to the desired off-ramp. This maneuver requires three Wyoming Highway Patrol troopers to provide traffic safety services. As many as 13 over-height vehicles required use of this maneuver on one day during 2007, the peak year for drilling activity, effectively requiring a detail of three Wyoming Highway Patrol troopers for a full day (Griesbach 2007).

WYDOT measures AADT (annual average daily traffic) and collects accident statistics on federal and state highways. **Table 3.16-1** displays AADT data for segments of I-80 that provide access to the project

area for 1999 and 2009 and WYDOT's AADT forecasts for 2020 and 2030 based on extrapolations of long-term trends. Included in the 2009 AADT is an estimated project area-related AADT of 1,060 (including an AADT of 299 trucks) associated with the drilling of 244 wells in 2009 and operations activities associated with 3,738 producing wells in that year.

During the 10-year period between 1999 and 2009, increases in total AADT on the I-80 segment between Rawlins and Rock Springs (both directions) ranged from 8 percent on the east side of Rock Springs to 16 percent at the west side of Rawlins. Increases in total truck AADT during the 10-year period were more modest, ranging from 2 percent on the west side of Rawlins to 5 percent at Wamsutter.

AADT increased substantially on WY 789 from I-80 at Creston Junction south to Baggs. South of the WY 789/I-80 junction, the combined AADT traveling in both directions increased by 49 percent and truck AADT increased by 98 percent during the during the 1999 to 2009 period. Just north of Baggs at the junction of WY 789 with CCR 700, which provides access to the Creston part of the project area, overall AADT increased by 86 percent and truck AADT increased by 167 percent over the 10-year period.

As noted, US 287 connects Rawlins and I-80 with Casper and I-25. Total AADT on US 287 north from Rawlins to Lamont increased during the 1999–2009 period; total traffic at the US 287 bypass on the north side of Rawlins increased by 106 percent but truck AADT increased by a more modest 6 percent. AADT south of Lamont increased by 9 percent and truck AADT decreased by 6 percent during the 10-year period.

Although 2009 was chosen to show most-recently available traffic statistics on the affected highways, traffic increases on a particular highway segment can be more dramatic as a result of industrial activities. For example, increases on WY 789 were more substantial between 1997 and 2007, the peak development year; ranging from an increase in total AADT of 76 percent and an increase in truck AADT of 156 percent south of Creston Junction and an increase in total AADT of 199 percent and an increase in truck AADT of 225 percent north of Baggs at the junction with CCR 700. The high level of traffic in this area during 2007 was attributed in part to interstate pipeline construction traffic

WYDOT assigns level of service (LOS) ratings to highways in the state system. LOS A through LOS F are assigned based on qualitative measures (speed, travel time, freedom to maneuver, traffic interruptions, comfort and convenience) that characterize the operational conditions within traffic streams and the perceptions of those conditions by motorists. LOS A represents the best, or free-flowing, travel conditions and LOS F represents the worst, or total stoppage of traffic flows. During 2008, the most recent year for which LOS ratings were calculated, I-80 through the project area operated at a LOS rating of A and WY 789 operated at a LOS rating of B, except for the intersection with Carbon County Road 700 West, which operated at a LOS rating of C. US 287/WY 220 north from Rawlins to Casper operated at LOS B or LOS C, depending on the highway segment.

WYDOT forecasts for 2030 indicate that traffic conditions on I-80 from Rawlins west to Rock Springs will remain at LOS A, except for the segment around the intersection with WY 789 at Creston Junction, which will fall to a LOS B. Conditions on WY 789 from Creston Junction south to Baggs will remain at LOS B except for the intersection with Carbon County Road 700 West, which will remain at LOS C. US 287/WY 220 north to Casper is forecast to operate at LOS C for its entire length in 2030 (Brown 2011).

As shown in **Table 3.16-1**, traffic is forecast to increase substantially on all highways providing access to the project area by 2020 and 2030, with the exception of US 287 at the Rawlins bypass, where total AADT is forecast to decline in both 2020 and 2030 and on WY 789 at the junction with CR 700, where truck traffic is forecast to decline.

Table 3.16-1. AADT on highways providing access to the CD-C project area: 1999, 2009, 2020, and 2030

| Highway 1999 | | | | 20 | 009 | | Projected 2020 | | | Projected 2030 | | | | |
|---------------------------------------|-----------------|--------|-----------------|--------|--|-------------------------------------|-----------------|--------|--|-------------------------------------|-----------------|--------|--|-------------------------------------|
| Segment (Both Directions) | All Vehicles | Trucks | All Vehicles | Trucks | 1999– 2009 Increase All Vehicles | 1999– 2009 Increase Trucks | All Vehicles | Trucks | 2009– 2020 Increase All Vehicles | 2009– 2020 Increase Trucks | All Vehicles | Trucks | 2009– 2030 Increase All vehicles | 2009– 2030 Increase Trucks |
| I-80 | | | | | | | | | | | | | | |
| Rawlins W. Urban Limits | 11,320 | 6,370 | 13,078 | 6,495 | 16% | 2% | 15,342 | 8,992 | 17% | 38% | 17,539 | 10,627 | 34% | 64% |
| Creston Jct. | 10,670 | 6,170 | 12,225 | 6,368 | 15% | 3% | 14,915 | 8,740 | 22% | 37% | 17,142 | 10,320 | 40% | 62% |
| Continental Divide Int. | 10,650 | 6,170 | 11,973 | 6,443 | 12% | 4% | 14,880 | 8,750 | 24% | 36% | 17,130 | 10,354 | 43% | 61% |
| Wamsutter | 10,650 | 6,170 | 12,014 | 6,458 | 13% | 5% | 14,938 | 8,747 | 24% | 35% | 17,211 | 10,354 | 43% | 61% |
| Red Desert | 10,630 | 6,170 | 11,563 | 6,332 | 9% | 3% | 14,806 | 8,722 | 28% | 38% | 17,063 | 10,325 | 48% | 63% |
| Tipton | 10,590 | 6,170 | 11,493 | 6,287 | 9% | 2% | 14,858 | 8,640 | 29% | 37% | 17,132 | 10,224 | 49% | 63% |
| Table Rock | 10,650 | 6,170 | 11,693 | 6,314 | 10% | 2% | 15,054 | 8,782 | 29% | 39% | 17,365 | 10,43 | 49% | 65% |
| Rock Springs E. Urban Limits | 12,710 | 6,770 | 11,678 | 6,498 | 8% | -4% | 16,715 | 9,374 | 22% | 44% | 18,949 | 11,059 | 39% | 70% |
| WY 789 | | | | | | | | | | | | | | |
| Creston Jct. | 850 | 160 | 1,265 | 316 | 49% | 98% | 1,501 | 377 | 19% | 19% | 1,731 | 426 | 37% | 35% |
| Jct CCR 700 West | 970 | 160 | 1801 | 427 | 86% | 167% | 1,874 | 411 | 4% | -4% | 2,174 | 472 | 21% | 11% |
| US 287 | | | | | | | | | | | | | | |
| Rawlins N. at US 287 Bypass | 2,550 | 740 | 5,241 | 786 | 106% | 6% | 4,419 | 962 | -16% | 22% | 5,046 | 1,098 | -4% | 40% |
| Jct Rte 46 Lamont | 2,110 | 660 | 2,303 | 620 | 9% | -6% | 2,722 | 862 | 18% | 39% | 3,000 | 978 | 30% | 58% |

Source: WYDOT 2009 VMB

3.16.3 Motor Vehicle Crash Statistics on Highways Providing Access to the Project Area

Figures 3.16-1 and **3.16-2** display data for crashes on highway segments providing access to the project area. As shown in Figure 3.16-1, crashes on I-80 between Rawlins and Rock Springs averaged between 300 and 400 per year between 1998 and 2004, decreasing to 263 in 2005 and then more than doubling to 529 in 2006 and 536 in 2008 before decreasing to 343 in 2010. An average number of 370 crashes per year were reported in the 13-year period from 1998–2010. Until recently, WYDOT calculated crash rates for highways based on a formula that considered the type of highway, number of crashes and vehicle miles on the highway. The 13-year average crash rate for the segment of I-80 between Rawlins and Rock Springs was 0.83, which was lower than the 1998–2007 statewide average for crashes on all Functional Class 1–Rural Interstate highways (1.10).

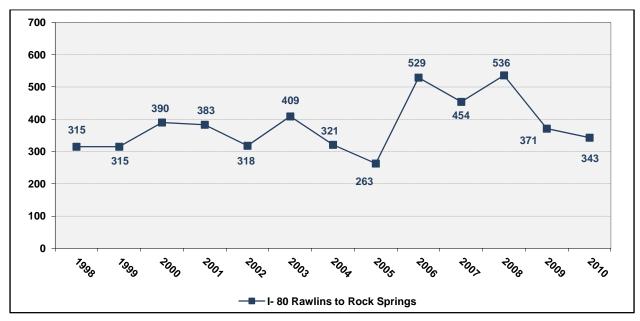


Figure 3.16-1. Annual number of crashes on I-80 between Rawlins and Rock Springs: 1998–2010 Source: WYDOT/Carpenter 2007and 2008.

Figure 3.16-2 displays annual crashes for the 1998–2010 period on WY 789 and on US 287 north of Rawlins. The number of annual crashes on WY 789 was generally 20 to 30 for the 13-year period except during 2006–2008 when the level increased to about 40 crashes. The 13-year average crash rate for WY 789 was 1.43, slightly below the 1998–2007 statewide crash rate for all Functional Class 6–Minor Arterial Highways (1.64).

The annual number of crashes on US 287 between Rawlins and Lamont ranged from 17 to 33 between 1998 and 2006, climbing to 42 in 2007 and 2008. The number of crashes then dropped to 8 in 2010. The 13-year average crash rate for the segment of US 287 between Rawlins and Lamont was 1.21, lower than the 1998–2007 statewide average for all Functional Class 02–Principal Arterial Highways (1.31).

¹⁸ During the course of this assessment, WYDOT changed to a safety index that uses injury severity and fatal crashes as part of the weighting. Consequently the statewide crash rates for 2008 – 2010 highway functional classes were not calculated.

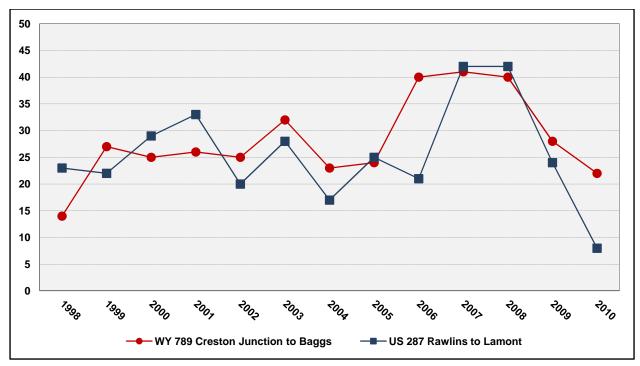


Figure 3.16-2. Annual number of crashes on WY 789 between Creston Junction and Baggs and on US 287 between Rawlins and Lamont: 1998–2010

Source: WYDOT/Carpenter 2007, 2008 and 2010

3.16.4 County Roads

Numbered and maintained Carbon and Sweetwater County roads that provide access to and within the project area are shown in **Map 3.16-1**. Other roads that are not numbered or maintained but which may fall under the definition of Public Roads as defined by U.S Revised Satute R.S. 2477—commonly known as R.S. 2477—are not specifically identified on the map. Most of the numbered and maintained county roads displayed on the map were originally developed for grazing and recreational uses but have evolved to become primarily natural gas industry access roads. This change in use, both in terms of volume and load, has resulted in substantial investments of time, equipment, materials, and funds by the counties to substantially reconstruct and maintain the affected roads.

3.16.4.1 Carbon County

Carbon County maintains about 1,000 miles of county roads. Only one Carbon County road is located within the project area: CCR 701, the Wamsutter–Dad Road.

CCR 701 (Wamsutter–Dad Road) provides access to the project area from WY 789 at Dad. Traveling north, the road becomes SCR 23S at the Sweetwater County line and provides access to the Town of Wamsutter and I-80 to the north. CCR 701 is by far the busiest road in Carbon County. The road is a 19.5-mile-long crowned-and-ditched, two-lane gravel road with a 24-foot-wide driving surface. Initially developed to serve ranching and grazing operations in the area, the road has been improved to accommodate the 24-hour/day, 365-day/year industrial level of use that it now receives. CCR 701 is in a constant state of maintenance, repair, and improvement. During 2006, the Carbon County Road and Bridge Department (CCRBD) completed a \$1.2 million reconstruction of the road including 6–8 inches of gravel and one-half gallon of magnesium chloride dust-suppressant per square yard of gravel. Given the constant, high level of heavy and overweight vehicle use on CCR 701, portions of the road must be reconstructed every year. In 2008, the CCRBD applied additional gravel to the road along with one-

quarter gallon of magnesium chloride per square yard of gravel. This process was repeated in 2009 along with reclamation of gravel pushed to the roadside during the preceding two years. According to the CCRBD Superintendent, the benefits of the annual gravel/magnesium chloride applications are becoming evident as the program proceeds (Nation 2007).

The lack of a nearby source of suitable gravel with the proper mixture of rock and binder, high fuel costs, and the need for water for construction, road stabilization, and dust suppression are among the challenges that the CCRBD faces in constructing and maintaining county roads. In some cases, the Operators and landowners have cooperated with the county to provide gravel and water for road reconstruction and maintenance.

Vehicle travel speed, particularly that associated with heavy trucks, is a key issue for road maintenance and safety on county roads. During 2007, the CCRBD and Sheriff's Department conducted a speed index survey on CCR 701. As a result of the survey, the Sheriff's Department established a speed limit of 45 miles per hour (mph) on the road and 30 mph for some curves. The Sheriff's department monitors speed on CCR 701 and issues summons for speed-limit violations (Morris 2007).

3.16.4.2 Sweetwater County Roads

Sweetwater County maintains about 1,200 miles of roads and 23 bridges. Sweetwater County roads providing access to and within the project area include SCR 23, 20, 67, 80, and 55. These and all Sweetwater County roads that serve oil and gas industry activities are under a continuous maintenance program that includes grading and spot gravel replacement and accounts for about 77 percent of the Sweetwater County Road and Bridge Department's (SCRBD) annual budget (Gibbons 2007, Radosevich 2007).

- SCR 23S (Wamsutter-Crooks Gap Road South) is an 8.2-mile, 24-foot-wide gravel and native-material road that provides access from I-80 and Wamsutter to the north and connects with CCR 701 to the south to form a continuous road to WY 789 at Dad. SCR 23S is a heavily traveled industrial road. During 2007, SCRBD conducted a traffic study at a point 0.5 miles south of the Wamsutter overpass on SCR 23S and counted a total of 11,729 vehicles during a 72-hour period, which averages about 3,910 trips/day for those three days. The SCRBD overlaid six miles of the road with gravel and magnesium chloride during 2007 and the remainder of the road in 2008.
- SCR 23 N (Wamsutter–Crooks Gap Road North) is a 44.5-mile, 24-foot-wide gravel and native-material road that travels north from I-80 and Wamsutter to the Sweetwater County line. The road is paved for the first half-mile north of Wamsutter. The 2007 SCRBD traffic study counted 2,792 vehicles in a 72-hour period on the road or a daily average of 931 trips for the three-day period.
- SCR 67 (Tipton North Road) is a 24-foot-wide gravel and native-material road that travels north from I-80 at Tipton to a point north of Luman Butte, just outside the northwest corner of the project area. This route is divided into two segments. The first segment travels 25 miles north from I-80 to SCR 20, merges with SCR 20 (Luman Road) and travels west for about one mile, and then travels about 10 miles north of SCR 20.
- SCR 20 (Luman Road) is a 28.3-mile, 20-foot-wide native-material road that travels west from SCR 23 at about mile 13 near Denison Gap, crosses SCR 67 at mile 25.5 and proceeds westward to connect with SCR 21 about 3.5 miles west of the project area boundary.
- **SCR 46** travels west from WY 789 about one mile south of I-80 for approximately 2 miles, paralleling the Union Pacific railroad right-of-way to the former Creston Siding.
- SCR 80 (Tipton Station Road) is a 0.8-mile, 15-foot-wide native-material road that travels south from I-80 at Tipton and connects with an unnamed BLM road that provides access to lands along the southwestern boundary of the project area.
- **SCR 55** (**Table Rock Road**) is a 4.6-mile, 20-foot-wide native-material road that provides access from I-80 to a small portion of land at the extreme western border of the project area.

3.16.5 **BLM Roads**

A number of BLM-designated roads provide access within the project area (**Map 3.16-2**). BLM has right-of-way agreements for all private lands crossed by three of the roads; other BLM numbered roads within the project area do not have right-of-way agreements in place for all the private lands crossed. Operators who need to use these roads to access leases must obtain their own right-of-way agreements with private landowners. Agency maintenance of BLM roads is relatively minimal; the RFO has one road-grader for 1,700 miles of roads in the RFO area. In some cases the operators maintain heavily used segments of BLM roads.

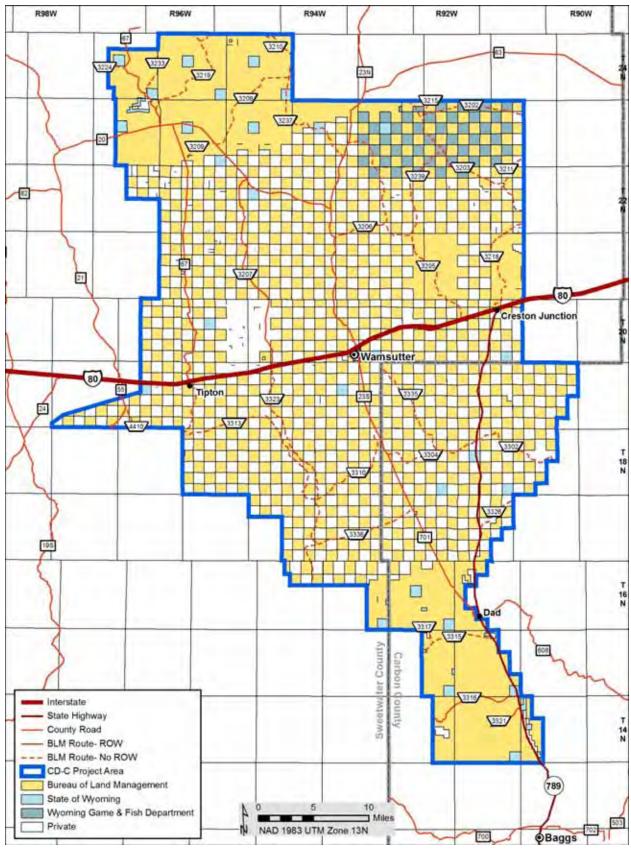
Most of the BLM-designated roads used to access natural gas development and production areas within the project area were not designed or constructed to accommodate heavy truck traffic and continuous all-weather use. As noted above, operators often improve and maintain roads that access development and production areas and some have developed agreements with private landowners for road improvement and maintenance. Dust, excessive speed, conflicts with livestock, and damage to grazing improvements such as fences, gates, and cattle guards are frequent problems within the project area (Miller 2007).

3.16.5.1 BLM Roads with Right-of-Way Agreements

- **BLM Road 3207 (Red Desert Road)** provides access to the north-central portion of the project area from I-80 at Red Desert. The road extends about 18 miles north towards the Lost Creek Basin.
- **BLM Road 3316 (Robbers Gulch Road)** travels west from WY 789, providing access into and across the southern portion of the project area about 15 miles north of Baggs.
- **BLM Road 3321 (Little Robber Road)** travels west from WY 789 for about five miles and provides access into the southern portion of the project area about 11 miles north of Baggs.

3.16.5.2 BLM Roads Without Full Right-of-Way Agreements

- **BLM Road 3202 (Stratton Road)** traverses the northeast corner of the project area for about 9 miles, connecting with BLM Road 3203 to the west and exiting the project area to the east.
- **BLM Road 3203 (Riner Road)** provides access to the northeast side of the project area from I-80 at Riner, about 14 miles east of Rawlins. The road extends about 10 miles to the northwest from I-80 before it enters the project area and then travels another 15 miles to the northwest before exiting the project area. Currently the road is not heavily used by gas industry traffic; rather it primarily provides access for ranchers, grazing operators, and recreation users of the area.
- **BLM Road 3205 (Continental Divide Road)** travels northwest from I-80 at Continental Divide, intersecting with SCR 23N near the northern boundary of the project area. BLM 3205 also intersects with BLM 3239 about 10 miles from its beginning.
- **BLM Road 3206 (Mineral X Road)** provides access east from SCR 23N to the Monument Lake area of the north-central project area, connecting with BLM 3205.
- **BLM Road 3208 (Lost Lake Road)** travels northeast from its origin on SCR 20 in the northwestern portion of the project area for about five miles to its intersection with BLM 3237, which then exits the project area.
- **BLM Road 3209 (Tipton Road)** connects SCR 20 to SCR 67 just below Horseshoe Bend in the northwestern part of the project area, a distance of about 3 miles.
- **BLM Road 3210 (Eagle's Nest Road)** connects SCR 23N with BLM Road 3219 in the northwestern portion of the project area. For most of its length, BLM 3210 is outside the northern boundary of the project area.



Map 3.16-2. BLM roads within the CD-C project area

No warranty is made by the BLM for use of the data for purposes not intended by the BLM.

CHAPTER 3—AFFECTED ENVIRONMENT—NOISE

- **BLM Road 3211 (Larsen Knoll Road)** travels northeast for about 3 miles from its origin on BLM Road 3203 in the northeastern portion of the project area and then exits the project area.
- **BLM Road 3215 (Sooner Road)** travels north from its origin at BLM Road 3203 in the northeast corner of the project area and exits the project area within several miles.
- **BLM Road 3218 (Creston Junction Road)** travels north from I-80 at Creston Junction and travels about 8 miles north, exiting the project area on the eastern boundary.
- **BLM Road 3219 (Red Creek Road)** extends northeast from SCR 67 in the northwest corner of the project area and travels about 10 miles to an intersection with BLM 3210 and then exits the northern boundary of the project area.
- **BLM Road 3224 (Cronin Draw Road)** travels west from its origin at SCR 67 in the extreme northwest corner of the project area, exiting the project area within several miles.
- **BLM Road 3233 (Bush Lake Road)** travels north from its intersection with SCR 67, just north of Luman Ranch and exits the project area several miles to the north.
- **BLM Road 3237 (Government Reservoir Road)** travels northwest from its origin on SCR 23, providing access to the Lost Creek Butte area in the far north central portion of the project area
- **BLM Road 3239 (Chain Lakes Rim Road)** originates at BLM 3205 about 10 miles north of I-80 and travels to the east for about 8 miles, intersecting with BLM 3203 and providing access to the Chain Lakes area.
- **BLM Road 3302 (Divide Road)** extends east from WY 789 about 7 miles south of Creston Junction and provides access to the eastern border of the project area.
- **BLM Road 3304** (**Eight Mile Lake Road**) provides access to the Creston/Blue Gap area on the west side of WY 789, terminating to the west at CCR 701 just south of its starting point at the Sweetwater County line.
- **BLM Road 3310 (Barrel Springs Road)** intersects SCR 23 about 7 miles south of Wamsutter and provides access to the southwest area of the project area.
- **BLM Road 3313 (Delaney Rim Road)** provides access from I-80 at Tipton to the southwestern part of the project area. The road travels about 5 miles south and then travels east along the south and east sides of the Delaney Rim for about 16 miles.
- **BLM Road 3315 (Standard Road)** travels west about 6 miles from its intersection with WY 789 about 2 miles south of Dad, providing access to the Blue Gap area.
- **BLM Road 3317 (Windmill Draw Road)** travels north from BLM Road 3315 to connect with several unnamed roads on the western edge of the project area.
- **BLM Road 3323 (Red Desert Road South)** extends south into the project area from I-80 at Red Desert. The road travels about 11 miles and provides access to the east side of the Delaney Rim and Barrel Springs Draw areas.
- **BLM Road 3326 (China Butte Road)** travels northeast for about 3 miles from its origination at WY 789 about 9 miles north of Dad, skirting Baldy Butte on the west and exiting the eastern boundary of the project area.
- **BLM Road 3335 (Echo Springs Road)** travels southeast for about 11 miles from its origin on SCR 23S just south of Wamsutter to its intersection with BLM Road 3304.
- **BLM Road 3336** (**Eureka Headquarters Road**) travels for about 10 miles southwest from its intersection with CCR 701 about 3 miles southeast of the Sweetwater County line, providing access to the Barrel Springs area.
- **BLM Road 4410** [not shown on map] originates at SCR 55 about 2.5 miles south of I-80 in the western portion of the project area and travels south, exiting the project area in about 1.5 miles.

3.16.6 2007 Drilling and Production Traffic

Based on the per-well drilling/field-development and production operations factors used for the transportation assessment (**Section 4.16**), it is estimated that during 2009, a total AADT of 1,525 (including an AADT of 629 trucks) was generated by natural gas drilling and production activities within the project area. As noted in **Section 3.16.3**, an estimated total AADT of 1,060 traveled on highways providing access to the project area and the remainder occurred on county, BLM, and private roads within the project area.

3.17 NOISE

The common measure of noise in the United States is the A-weighted sound pressure level that measures noise in decibels (dBA). The EPA-established standard for acceptable environmental noise is 55 dBA. Noise levels greater than 55 dBA may disturb local residents and recreationists and could displace area wildlife. The degree of disturbance depends on the receptor's distance from the source, noise intensity and duration, as well as the sensitivity of the receptor.

The human ear is more sensitive to sound in the frequency range 1 to 4 kilohertz (kHz) than to sound at very low or high frequencies (EngineeringToolBox.com 2011). An A-weighting filter de-emphasizes low frequencies or pitches and therefore is less sensitive to very high and very low frequencies. Very high sound levels are more appropriately measured using the C scale. Measurements made on this scale are expressed as dBC (University of New South Wales 2011); C filters are seldom used (EngineeringToolBox.com 2011). Animals tend to hear sound at frequencies that humans cannot; the C-weighted decibel scale may be appropriate for evaluating effects of some sounds on other species. For example, dogs hear noises up to 45 kHz, while humans only hear sounds up to about 23 kHz. This means that they could be hearing and responding to sounds that humans cannot hear at all. Cats can hear sounds as high as 64 kHz, bats up to 110 kHz, and porpoises up to 150 kHz (DOE 2011).

Median noise levels for the project area likely range from 20 to 40 dBA in the morning and evening and from 50 to 60 dBA in the afternoon when wind speeds are typically greatest. These levels correspond to noise levels of a soft whisper (30 dBA), a library (40 dBA), a quiet office (50 dBA), a small town (40–50 dBA), and a normal conversation (60 dBA). Additional noise comes from aircraft, traffic on county roads and state highways, operation of the existing gas compression stations, natural gas drilling and production areas, and transportation (railroad and interstate highway) corridors. Existing noise levels within the project area are for the most part representative of rural conditions and are expected to be between 35 and 45 dBA (Harris 1991), except near county roads and compressor stations where noise levels may be as high as 65 dBA. Noise may exceed 70 dBA in close proximity to specific pieces of equipment or operations (**Table 3.17.1**).

The BLM measured various aspects of development operations in the Jonah Field in western Wyoming and found flaring activities to be the loudest source of noise followed by drilling operations and compression. At 0.25 miles from the activity, noise was reduced to below the 55 dBA level (BLM 2006b). Mitigation measures such as hospital-grade mufflers on compressors and flowback separators on high-intensity flaring operations aid in reducing noise to acceptable levels. Noise levels from traffic along the interstate typically average greater than 70 dBA (BLM 2005d). Blickley and Patricelli (2010) provide the following insight relative to noise generated by human activities: "Most anthropogenic noise sources have energy concentrated in low frequencies (<250 Hz), which can travel long distances with relatively little energy loss. Such noise is also more difficult to control using traditional noise-abatement structures, such as noise reflecting or absorbing walls along highways or surrounding other fixed noise sources, such as industrial sites."

The 2009 Pinedale Anticline project area noise study (KC Harvey 2009) found noise levels at various sage-grouse lek locations in the Pinedale natural gas field to be in general compliance with the BLM

stipulation requirements, as follows: "Average measured noise levels are all below the 10 dBA above background threshold level of 49 dBA. Two locations had noise levels below baseline, and the highest level was 47.4 dBA. Median noise levels are also below 49 dBA level at all measured locations." Their observations continued, "Field personnel maintaining the noise meters noticed that windy conditions increased noise levels noticeably, sometimes to greater than 50 dBA. Since windy conditions are common in the area, wind noise may contribute significantly to the background noise levels (KC Harvey 2009)." It can be anticipated that the project area could have similar wind conditions.

The majority of the compressor stations in the CD-C project area may already meet the recommended 55 dBA (with an average day/night noise level of 49 dBA) for noise impacts to sensitive receptors at 0.25 mile (1,320 feet) from the source (Schomer 2005). This standard is commonly applied by the BLM to compressor stations within oil and gas development projects (BLM 2003).

Table 3.17-1. Typical noise measurements from common energy development-related sources in the CD-C project area

| Description | HP | dB(A) | dB(C) |
|--|-------|-------|-------|
| Two (2) Cat 3516 with noise wall | 1,000 | 45 | |
| Two (2) Cat 3516 without noise wall | 1,000 | 50 | |
| Two (2) Waukesha H24 and F18 compressor engines | | 75 | |
| Two (2) Electric driven compressors | | 65 | |
| One (1) Ajax Cooper 2802 | 250 | 51 | |
| One (1) Ajax Cooper 2803 compressor engine | 400 | 52 | |
| One (1) Cat or Waukesha compressor engine | 1,200 | 75 | |
| One (1) Cat or Waukesha with high-performance intake and exhaust silencers | 1,200 | 70 | |
| One (1) Waukesha 5794LG- compressor engine; fan end | 1,000 | 91 | 95 |
| One (1) Cat 3516 compressor engine; fan end, quiet fan | 1,000 | 63 | |
| One (1) Dehyd boiler | 15 | 52 | |
| One (1) Cummins electric generator skid unit | 1,000 | 69 | |
| One (1) Cat 3608 compressor engine w/ 2 heat exchangers | | 79 | |
| One (1) Disposal-well pump building with electric motors inside | | 53 | |
| One (1) Cat 3608 compressor engine | 1,000 | 58 | |
| One (1) Drill rig (Jonah Field) | | 69 | |
| One (1) Ajax/Cooper compressor engine with weather cover | 4,000 | | 76 |
| One (1) Champlin 242J-12 Ajax wellhead compressor | | 71 | 86 |

Noise Emission Data - Levels at 100 ft. collected by Engineering Dynamics Incorporated.

The project area is sparsely populated and rural in nature with a few small towns scattered along I-80 as well as a few temporary "man camps" in association with gas development activity in the area. Noise-sensitive areas would include private residences, greater sage-grouse habitats used during breeding and nesting seasons, mountain plover nesting areas, and occupied raptor nests. No noise standards have been established by the State of Wyoming or the affected counties.

Research into the effects of noise generated by oil and gas drilling and operations on sensitive wildlife species has not yet been completed.

MANAGEMENT ENVIRONMENT

3.18 RANGE RESOURCES

3.18.1 Introduction

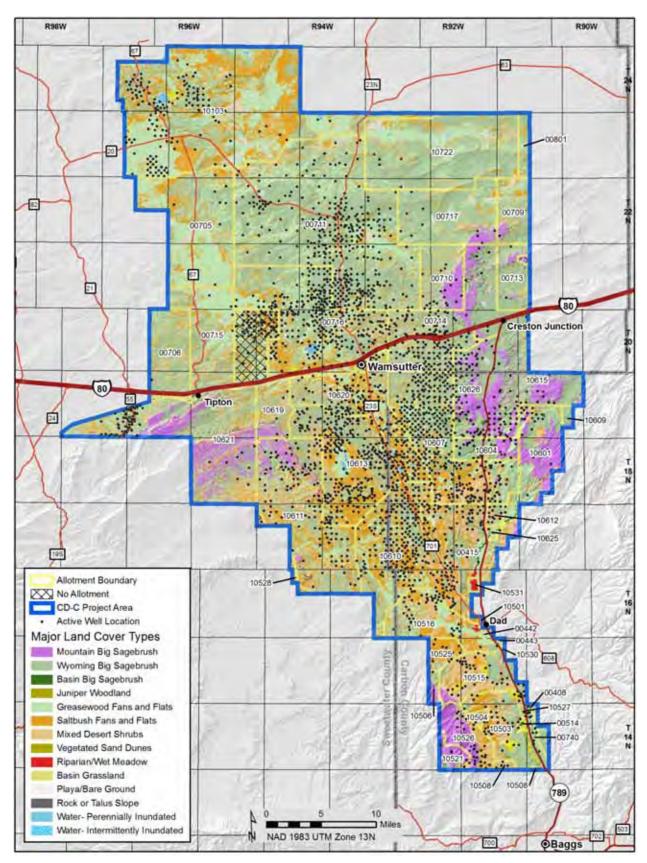
There are 47 allotments permitted for grazing use on public lands in the project area; their locations and boundaries are shown in **Map 3.18-1**. An allotment is defined as an area of land designated and managed for the grazing of livestock by one or more livestock operators. An allotment usually consists of public lands, but may include parcels of private and other federal or state-owned lands. Allotment size within the CD-C project area ranges from 120,536 acres (Cyclone Rim Allotment, 10103) to 118 acres for the Adam's Ranch Allotment, 10501. Two of the larger allotments (Cyclone Rim and Monument Lake 00711) make up approximately 23 percent of the total land surface area of the project area (**Table 3.18-1**).

Historical cattle use in this area began in 1871 when Noah Reader brought 2,000 head that were turned out at the mouth of Savery Creek south of the project area. Later in 1873, George Baggs brought 2,000 head into the valley near the vicinity of the town bearing his name (Baggs, WY). Livestock numbers increased rapidly until the disastrous winter of 1886–87 which ended the open-range industry in Wyoming when an estimated 65 percent of the state's cattle died in a series of extreme blizzards accompanied by unprecedented frigid temperatures (Bennett 1999, Larson 1942). In the absence of cattle sheep soon became the dominant livestock in the area and were dominant from the 1890s through the 1950s. The peak in sheep numbers in Wyoming occurred in 1909 when a total of 6,023,000 animals was recorded (Wyoming Agricultural Statistics Service [WASS] 1995). The total inventory of sheep in Carbon County has steadily decreased over the years to about 14,000 head recorded in 2006 (NASS 2008). Cattle numbers have slowly risen through the years, with many sheep allotments converting back to cattle use in the 1960s through the 1980s. The peak number of cattle (all cattle) in Wyoming occurred in 1975 at 1,690,000 head, compared to 1,430,000 head in 2007. The most recent cattle inventory in Carbon County was 97,000 head, including 58,000 head of beef cows (NASS 2008).

The affected grazing allotments in relation to the major land cover types within their boundaries are shown in **Map 3.18-1**. These allotments, which overlap portions of the CD-C project area, total 1,616,637 acres; approximately 1,050,200 acres (65.0 percent) are located within the CD-C project area. In the extreme western portion of the project area, the Rock Springs Field Office manages three small grazing allotment inclusions, totaling about 1,289 acres. A total of five "non-allotments" are located within the project area with a composite total of about 19,942 acres. The largest non-allotment is located in the area north of the Red Desert/I-80 exit and mainly consists of numerous private ranchettes.

The 47 grazing allotments (**Table 3.18-1**) are permitted for a total of approximately 191,746 animal unit months (AUMs), of which an estimated 123,910 would be available from within the CD-C. An AUM is defined in the Rawlins RMP FEIS as "a standardized unit of measurement of the amount of forage necessary for the sustenance of one animal unit for 1 month." (BLM 2008a). For fee calculation, an AUM is defined in the Rawlins RMP FEIS as "a unit of measurement that represents the privilege of grazing one animal unit for 1 month" (BLM 2008a).

Cattle operations are primarily cow/calf pairs. Cattle use occurs during all seasons, including winter use both south and north of I-80. Winter use depends mainly on the location of the allotment and the requirements of each individual livestock operation. Each allotment is usually used for one season, or longer if use is rotated between pastures. Most cattle operators using the project area calve on the range versus their homeplace.



Map 3.18-1. Affected grazing allotments in the CD-C project area in relation to major land cover types

No warranty is made by the BLM for use of the data for purposes not intended by the BLM.

Sheep use is limited within the project area and is confined predominantly to the Willow Creek (10528), Mexican Graves (10516), South Barrel (10525), South LaClede (10610), North LaClede (10613), Red Creek (10521), Cherokee (00408), Chain Lakes (10722), Badwater (10601), South Wamsutter (10620), and Cyclone Rim (10103) allotments. The Chain Lakes and Cyclone Rim allotments located in the northern portion of the project area are primarily for winter use.

Table 3.18-1. Estimated allotment acreage and AUMs within the CD-C project area

| | | Acr | es ¹ | Perc | ent | AUMs ¹ | | | |
|---------------------|----------------------|---------------------|-----------------------------|---------------------|-------------------------|---------------------|---|-----------------------------|--|
| Allotment number | Allotment name | Entire allotment | Within CD-C ² | Of entire allotment | Of all allotted acreage | Entire allotment | Acres per AUM (stocking ratio) | Within CD-C ² | |
| 00408 | Cherokee | 66,491 | 3,803 | 5.7 | 0.36 | 9,963 | 7.2 | 531 | |
| 00415 | Doty Mountain | 85,936 | 28,903 | 33.6 | 2.75 | 10,111 | 7.9 | 3,660 | |
| 00442 | Dad | 675 | 620 | 91.7 | 0.06 | 114 | 6.4 | 97 | |
| 00443 | East Muddy | 6,174 | 620 | 10.0 | 0.06 | 796 | 7.7 | 80 | |
| 00514 | Little Robber | 507 | 507 | 100.0 | 0.05 | 250 | 1.9 | 264 | |
| 00705 | Red Desert | 46,560 | 46,557 | 100.0 | 4.43 | 4,075 | 11.5 | 4,060 | |
| 00706 | G.L. | 19,039 | 19,039 | 100.0 | 1.81 | 2,551 | 7.5 | 2,540 | |
| 00709 | Jawbone | 23,029 | 11,449 | 49.7 | 1.09 | 2,570 | 9.0 | 1,272 | |
| 00710 | Monument Draw | 15,344 | 15,344 | 100.0 | 1.46 | 1,834 | 8.4 | 1,825 | |
| 00711 | Monument Lake | 119,666 | 119,666 | 100.0 | 11.39 | 15,324 | 7.8 | 15,270 | |
| 00713 | North Creston-West | 10,662 | 10,646 | 99.9 | 1.01 | 1,938 | 5.6 | 1,898 | |
| 00714 | Latham | 40,161 | 40,159 | 100.0 | 3.82 | 5,116 | 7.8 | 5,148 | |
| 00715 | North Tipton | 26,199 | 26,199 | 100.0 | 2.49 | 2,972 | 8.8 | 2,981 | |
| 00716 | North Wamsutter | 59,808 | 59,808 | 100.0 | 5.69 | 6,296 | 9.1 | 6,587 | |
| 00717 | Ruby Knolls | 30,094 | 30,094 | 100.0 | 2.87 | 3,159 | 9.5 | 3,151 | |
| 00740 | Grieve Pasture | 2,176 | 2,136 | 98.2 | 0.20 | 220 | 9.9 | 216 | |
| 00801 | Larson Knolls | 10,215 | 3,843 | 37.6 | 0.37 | 1,287 | 8.0 | 480 | |
| 10103 | Cyclone Rim | 307,361 | 120,536 | 39.2 | 11.48 | 42,975 | 7.2 | 16,785 | |
| 10501 | Adam's Ranch | 305 | 118 | 38.8 | 0.01 | 773 | 0.4 | 323 | |
| 10503 | Big Robber | 17,605 | 17,605 | 100.0 | 1.68 | 1,580 | 11.1 | 1,591 | |
| 10504 | Big Robber Spreaders | 1,129 | 1,129 | 100.0 | 0.11 | 114 | 9.1 | 124 | |
| 10506 | Continental | 25,774 | 2,091 | 8.1 | 0.20 | 2,817 | 9.3 | 224 | |
| 10508 | Cottonwood Hill | 14,560 | 1,208 | 8.3 | 0.12 | 790 | 18.3 | 66 | |
| 10515 | Mexican Flats | 15,497 | 15,493 | 100.0 | 1.48 | 1,738 | 9.0 | 1,712 | |
| 10516 | Mexican Graves | 20,264 | 19,782 | 97.6 | 1.88 | 1,976 | 10.2 | 1,932 | |
| 10521 | Red Creek | 32,288 | 3,984 | 12.3 | 0.38 | 3,036 | 10.6 | 376 | |
| 10525 | South Barrel | 10,298 | 4,716 | 45.8 | 0.45 | 1,037 | 9.9 | 478 | |
| 10526 | South Flat Top | 19,010 | 11,342 | 59.7 | 1.08 | 1,771 | 10.6 | 1,066 | |
| 10527 | V Spreaders | 337 | 337 | 100.0 | 0.03 | 150 | 2.1 | 158 | |
| 10528 | Willow Creek | 76,422 | 1,180 | 1.5 | 0.11 | 5,468 | 14.3 | 83 | |
| 10530 | South Muddy | 1,569 | 182 | 11.6 | 0.02 | 123 | 12.7 | 14 | |
| 10531 | George Dew | 1,011 | 1,010 | 99.9 | 0.10 | 215 | 4.1 | 249 | |
| 10601 | Badwater | 22,303 | 20,760 | 93.1 | 1.98 | 2,662 | 8.2 | 2,538 | |
| 10604 | Coal Bank Wash | 7,640 | 7,640 | 100.0 | 0.73 | 1,053 | 7.3 | 1,049 | |
| 10607 | Echo Springs | 45,500 | 45,500 | 100.0 | 4.33 | 5,093 | 9.1 | 5,022 | |
| 10609 | Fillmore | 41,969 | 1,380 | 3.3 | 0.13 | 6,422 | 6.2 | 222 | |
| 10610 | South Laclede | 52,944 | 48,032 | 90.7 | 4.57 | 5,948 | 9.0 | 5,322 | |
| 10611 | North Barrel | 59,296 | 52,816 | 89.1 | 5.03 | 6,875 | 8.1 | 6,493 | |
| 10612 | North Pine Butte | 2,322 | 2,322 | 100.0 | 0.22 | 224 | 10.5 | 221 | |

Table 3.18-1. Estimated allotment acreage and AUMs within the CD-C project area, continued

| | | Acr | Acres ¹ | | Percent | | AUMs ¹ | | | |
|---------------------|---------------------------|------------------|-----------------------------|---------------------|-------------------------|---------------------|---|-----------------------------|--|--|
| Allotment number | Allotment name | Entire allotment | Within CD-C ² | Of entire allotment | Of all allotted acreage | Entire allotment | Acres per AUM (stocking ratio) | Within CD-C ² | | |
| 10613 | North Laclede | 41,501 | 41,501 | 100.0 | 3.95 | 4,323 | 9.7 | 4,300 | | |
| 10615 | Riner | 55,978 | 33,507 | 59.9 | 3.19 | 7,036 | 8.1 | 4,139 | | |
| 10619 | South Red Desert | 10,404 | 10,404 | 100.0 | 0.99 | 1,680 | 6.2 | 1,686 | | |
| 10620 | South Wamsutter | 31,408 | 31,408 | 100.0 | 2.99 | 2,648 | 11.7 | 2,681 | | |
| 10621 | Tipton | 58,202 | 58,112 | 99.8 | 5.53 | 9,540 | 6.4 | 9,136 | | |
| 10625 | South Pine Butte | 968 | 968 | 100.0 | 0.09 | 217 | 4.9 | 199 | | |
| 10626 | Lazy Y S Ranch | 17,865 | 17,865 | 100.0 | 1.70 | 1,898 | 6.2 | 2,880 | | |
| 10722 | Chain Lakes | 62,170 | 57,874 | 93.1 | 5.51 | 2,988 | 20.8 | 2,778 | | |
| n/a | No allotment ³ | 0 | 19,942 | | | | | | | |
| | Total | 1,616,637 | 1,050,200 | 65.0 | 100.0 | 191,746 | 8.6 | 123,910 | | |

¹ Totals include all lands: private, public, and state.

The establishment and rapid spread of halogeton—a plant toxic to sheep, cattle, and herbivorous wildlife—in the project area has adversely affected livestock operations, especially sheep. Sheep losses due to halogeton are estimated to range between 150 to 200 head per year (Calton 2008). Cattle and domestic horses can also be poisoned by ingesting halogeton. Most livestock losses occur when hungry animals are allowed to graze in heavy infestations of halogeton. The toxic effect of ingesting halogeton is due to the high level of toxic sodium oxalates that occur in the plant, especially in the leaves. Halogeton is toxic at all growth stages but toxicity increases as the plants mature. Herbivorous wildlife have been observed to consume halogeton but it is believed their highly varied grass/forb/shrub diet prevents the animals from ingesting a lethal dose (Pfister 2012). Although undocumented, this probably applies to wild horses as well.

According to grazing regulations that became effective on August 12, 1995, the State Director of the Wyoming Bureau of Land Management (BLM) is required to develop and implement standards for healthy rangelands and guidelines for grazing management (Standards for Healthy Rangelands & Guidelines for Livestock Grazing Management for the Public Lands Administered by the BLM in the State of Wyoming at: < http://www.blm.gov/wy/st/en/programs/grazing/standards_and_guidelines/standards.html). Standards apply to all uses of BLM-administered public lands in Wyoming and represent the minimum acceptable conditions for public rangelands. The guidelines apply only to livestock grazing. The Wyoming standards and guidelines were submitted to the Secretary of the Interior in July 1997 and were approved August 12, 1997.

The RFO continues to implement or refine Best Management Practices (BMPs) for livestock grazing, which promote perennial vegetation to stabilize stream banks and improve cover and litter on uplands. Season, duration, and distribution of livestock are the principal factors in considering management changes to meet desired resource objectives for both riparian and upland habitats. Specific dates or times must be decided on a case-by-case basis. Methods to achieve this include, but are not limited to: herding, pasture fencing, water developments, and vegetation treatments. Vegetation treatments are designed to restore plant communities with diverse species, age classes, and cover types. The ultimate goal of these rangeland management tools is to improve watershed cover, riparian habitat, and upland plant communities to ensure that long-term range quality and national and Wyoming BLM Standards for Healthy Rangelands are being met.

² Estimated.

³ Not included in totals.

These standards are the basis for assessing and monitoring rangeland conditions and trends. The assessments evaluate the standards and are conducted by an interdisciplinary team with participation from permittees and other interested parties. Assessments are only conducted on BLM-administered public land; however, interpretation of watershed health and water quality may reflect on all land ownerships within the area of analysis. The six standards are as follows:

- Standard 1 Watershed Health
- Standard 2 Riparian/Wetland Health
- Standard 3 Upland Vegetation Health
- Standard 4 Wildlife/Threatened and Endangered Species Habitat Health, Fisheries, Weeds
- Standard 5 Water Quality
- Standard 6 Air Quality

In the RFO, rangeland standards were assessed on an allotment basis from 1998 through 2001 (BLM 2001a). The allotments that did not meet Standards due to livestock grazing include the Cyclone Rim (10103) and Jawbone (00709) allotments. Neither of these allotments met Standard # 2 (Riparian/Wetland Health) (BLM 2001a, pp. 119-120). Other grazing allotments within the project area that failed to meet one or more of the six standards due to other causes such as weeds, oil and gas development, and other factors, include Red Desert (00705), G.L (00706), Monument Draw (00710), Monument Lake (00711), North Creston-West (00713), Latham (00714), North Tipton (00715), North Wamsutter (00716), Coal Bank Wash (10604), Echo Springs (10607), Fillmore (10609), Riner (10615), Ruby Knolls (00717), South Red Desert (10619), Tipton (10621), Lazy Y S Ranch (10626), and Chain Lakes (10722). In most instances, the specific areas that prevented the allotment from meeting a Standard were small compared to the total land surface area of the allotment and do not represent conditions over the total allotment.

The recent extensive drought in this area of Wyoming has affected livestock operations in several ways, including (1) the low soil-moisture levels associated with drought which limit plant growth and reduce forage yields; (2) the low soil moisture which limits root growth and makes it more difficult for range plants to reach scarce soil moisture; (3) low germination rates which hamper successful revegetation efforts; (4) over a series of drought or dry years, a shift in plant species to weedy, less-productive species (e.g., desert alyssum, halogeton, etc.); and (5) increased livestock medical costs associated with respiratory diseases attributable to dry ranges and increased dust levels (see 3.6.4, Fugitive Dust Effects on Vegetation).

3.18.2 Existing Allotment Disturbance

GIS analysis of the project surface area was performed to estimate the total area of existing disturbance by allotment. The disturbance terminology was standardized to conform to that of Bargsten (2005) with the exception that all existing roads, pipeline disturbances, gas-compression facilities, storage-tank complexes, man-camps, construction/pipe yards, etc., were included in the HWA GIS analysis, regardless of whether or not they serviced an individual well or several. Bargsten (2005) defines short- and long-term disturbance as follows.

Short-term disturbance area: the maximum areal extent of ground disturbance associated with construction, drilling, and completion of an individual natural gas well, including the well pad, reserve pit, spoils pile(s), topsoil stockpile(s), and access road authorized to serve that individual well. The concept is referred to elsewhere in this document as *initial* disturbance.

Long-term disturbance area: the areal extent of un-reclaimed disturbance after interim reclamation occurs at an individual natural gas well. This is equal to the "life-of-project" disturbance area and represents the area, when interim reclamation is complete, that will remain in a disturbed state until the

well is plugged and abandoned. This includes the production facilities, dehydrator, separator, wellhead, production tanks, and access road area that is surfaced and/or maintained free of vegetation.

The existing initial and long-term disturbance acres of the 47 CD-C allotments are shown in **Table 3.18-2**. The disturbance acreage in the five "non-allotments" and the three partial Rock Springs Field Office allotments was calculated but not used for AUM calculation results. The disturbance percentages represent the part of the allotment that is within the CD-C project area.

Table 3.18-2. Historic surface disturbance by allotment, initial and long-term

| | | Total Acres | Initia | l ¹ | Long-term ¹ | | |
|---------------------|----------------------|---|-------------------|----------------|------------------------|----------------|--|
| Allotment number | Allotment name | in CD-C project area ² | Disturbance acres | % of allotment | Disturbance acres | % of allotment | |
| 00408 | Cherokee | 3,803 | 121.1 | 3.2 | 21.8 | 0.6 | |
| 00415 | Doty Mountain | 28,903 | 1,317.4 | 4.6 | 211.1 | 0.7 | |
| 00442 | Dad | 620 | 29.5 | 4.8 | 0.8 | 0.1 | |
| 00443 | East Muddy | 620 | 9.0 | 1.5 | 3.6 | 0.6 | |
| 00514 | Little Robber | 507 | 15.4 | 3.0 | 2.6 | 0.5 | |
| 00705 | Red Desert | 46,557 | 543.5 | 1.2 | 100.1 | 0.2 | |
| 00706 | G.L. | 19,039 | 723.3 | 3.8 | 18.4 | 0.1 | |
| 00709 | Jawbone | 11,449 | 41.3 | 0.4 | 17.4 | 0.2 | |
| 00710 | Monument Draw | 15,344 | 391.9 | 2.6 | 88.1 | 0.6 | |
| 00711 | Monument Lake | 119,666 | 5,332.9 | 4.5 | 992.6 | 0.8 | |
| 00713 | North Creston-West | 10,646 | 82.9 | 0.8 | 28.0 | 0.3 | |
| 00714 | Latham | 40,159 | 2,690.7 | 6.7 | 337.5 | 0.8 | |
| 00715 | North Tipton | 26,199 | 840.5 | 3.2 | 109.4 | 0.4 | |
| 00716 | North Wamsutter | 59,808 | 5,694.9 | 9.5 | 820.8 | 1.4 | |
| 00717 | Ruby Knolls | 30,094 | 341.5 | 1.1 | 65.3 | 0.2 | |
| 00740 | Grieve Pasture | 2,136 | 120.1 | 5.6 | 18.4 | 0.9 | |
| 00801 | Larson Knolls | 3,843 | 15.7 | 0.4 | 6.0 | 0.2 | |
| 10103 | Cyclone Rim | 120,536 | 2,309.7 | 1.9 | 533.5 | 0.4 | |
| 10501 | Adam's Ranch | 118 | 7.0 | 5.9 | 0.5 | 0.4 | |
| 10503 | Big Robber | 17,605 | 639.7 | 3.6 | 130.4 | 0.7 | |
| 10504 | Big Robber Spreaders | 1,129 | 48.4 | 4.3 | 5.9 | 0.5 | |
| 10506 | Continental | 2,091 | 1.6 | 0.1 | 0.0 | 0.0 | |
| 10508 | Cottonwood Hill | 1,208 | 65.2 | 5.4 | 16.3 | 1.4 | |
| 10515 | Mexican Flats | 15,493 | 649.5 | 4.2 | 152.8 | 1.0 | |
| 10516 | Mexican Graves | 19,782 | 613.0 | 3.1 | 126.4 | 0.6 | |
| 10521 | Red Creek | 3,984 | 81.0 | 2.0 | 18.9 | 0.5 | |
| 10525 | South Barrel | 4,716 | 128.2 | 2.7 | 32.5 | 0.7 | |
| 10526 | South Flat Top | 11,342 | 306.1 | 2.7 | 77.2 | 0.7 | |
| 10527 | V Spreaders | 337 | 27.5 | 8.1 | 4.3 | 1.3 | |
| 10528 | Willow Creek | 1,180 | 0.0 | 0.0 | 0.0 | 0.0 | |
| 10530 | South Muddy | 182 | 0.0 | 0.0 | 0.0 | 0.0 | |
| 10531 | George Dew | 1,010 | 6.6 | 0.7 | 0.5 | 0.1 | |
| 10601 | Badwater | 20,760 | 521.6 | 2.5 | 87.1 | 0.4 | |
| 10604 | Coal Bank Wash | 7,640 | 483.4 | 6.3 | 79.0 | 1.0 | |
| 10607 | Echo Springs | 45,500 | 5,012.9 | 11.0 | 835.1 | 1.8 | |
| 10609 | Fillmore | 1,380 | 0.1 | 0.0 | 0.0 | 0.0 | |
| 10610 | South Laclede | 48,032 | 4,185.4 | 8.7 | 646.5 | 1.3 | |
| 10611 | North Barrel | 52,816 | 2,303.5 | 4.4 | 384.8 | 0.7 | |
| 10612 | North Pine Butte | 2,322 | 152.8 | 6.6 | 31.7 | 1.4 | |

Total Acres Initial1 Long-term¹ Allotment in CD-C Allotment name % of Disturbance **Disturbance** % of number project allotment allotment acres acres area2 10613 North Laclede 41.501 4.422.8 10.7 556.9 1.3 10615 33,507 0.6 Riner 1,271.0 3.8 205.8 0.5 10619 South Red Desert 10,404 204.1 2.0 47.2 10620 South Wamsutter 31.408 2.674.1 8.5 461.3 1.5 10621 Tipton 58,112 1,577.5 2.7 241.3 0.4 South Pine Butte 10625 968 43.2 4.5 9.9 1.0 Lazy Y S Ranch 10626 17,865 1,130.1 6.3 175.8 1.0 10722 Chain Lakes 57,874 292.6 0.5 85.1 0.1 n/a No allotment³ 19,942 1,747.7 n/a 683.5 n/a

49,218.0

n/a

8,472.0

n/a

Table 3.18-2. Historic surface disturbance by allotment, initial and long-term, continued

1,070,142

Totals

3.19 OIL AND GAS AND OTHER MINERALS

Mineral resources within the CD-C project area include deposits of base and precious metals, bentonite, gypsum, limestone, uranium, zeolite, gravel, and klinker, as well as oil, gas, coal, and coalbed methane (CBM) (BLM 2003b). Federal mineral management organizes minerals into three categories: locatable, leasable, and mineral materials.

Locatable minerals are all minerals subject to exploration, development, and production under the provisions of the Mining Law of 1872. Locatable minerals include both metallic minerals (gold, silver, lead, etc.) and nonmetallic minerals (such as fluorspar, asbestos, mica, and gemstones.). Mining claims can be located for such minerals pursuant to 43 CFR Part 3830. Originally, all minerals except coal were obtained under the Mining Law of 1872; however, Congress has removed certain minerals from the operation of the Mining Law. Since 1920, the federal government has leased energy fuels and certain other minerals. Since 1947, the federal government has sold common varieties of sand, gravel, stone, pumice, pumicite, cinders, and ordinary clay. Leasables and salables are described below.

Leasable minerals are subdivided into two classes, fluid and solid.

- Fluid minerals include oil and gas; geothermal resources and associated by-products; and oil shale, native asphalt, oil impregnated sands, and any other material in which oil is recoverable only by special treatment after the deposit is mined or quarried.
- Solid leasable minerals are those leased under the mineral leasing acts and those hardrock minerals leased under Reorganization Plan No. 3 of 1946 (acquired lands), such as coal and phosphates.

Leasable minerals are managed under the Mineral Leasing Act of 1920, as amended and supplemented.

Mineral materials, also termed "salable" minerals, include common varieties of sand, stone, gravel, pumice, pumicite, cinders and clay, which are generally put to use in building and construction. BLM disposes of mineral materials via contract sales where the material is sold by the ton or cubic yard at fair market value, or provides them to governmental entities or nonprofit organizations under free use permit pursuant to the regulations at 43 CFR Part 3600.

¹ Totals include all lands, private, public, and state.

² Estimated.

³ Not included in totals.

3.19.1 Locatable Minerals

The most important locatable mineral found in the CD-C project area is uranium. The Wyoming State Geological Survey's *Uranium Map of Wyoming* (WSGS 2010) shows four uranium mining districts in or near the CD-C project area. The Great Divide Basin Mining District is the largest and the only one within the CD-C project area, overlapping the upper third of the project area. Uranium-bearing prospects there occur in arkoses of the Battle Spring Formation (Pipiringos 1961) that is exposed just west of the project boundary; in coals of the main body of the Wasatch Formation, north of Wamsutter (Masursky 1962); and around the towns of Creston and Latham (Harris *et al.* 1985, Harris and King 1993). The only notable site of mining claims for locatable minerals in the CD-C project area is located within the Great Divide Basin sedimentary uranium deposits. Over 80 mining claims have been filed in sections 3, 10, 12-15, 24, and 35, T23 N:R94W in the north central portion of the project area, along the Crooks Gap Road (available at: http://www.blm.gov/landandresourcesreports/rptapp/criteria_select.cfm?rptId=19&APPCD=2&).

The Poison Basin (Baggs) Mining District lies just west of the town of Baggs and about five miles outside the CD-C project's southern boundary. The Ketchum Buttes District lies about 15 miles east of the project area in T15N:R89W. A fourth district, the Crooks Gap-Green Mountain Minding District, is located about 20 miles north of the project area boundary.

No uranium development activity has taken place within the CD-C project area, but historic activity has occurred in all four of the described districts and the Great Divide Basin and Crooks Gap-Green Mountain districts contain several proposed new developments. One, the Lost Creek Uranium In-Situ Recovery Project, is located several miles north of the CD-C project's northern boundary in sections 16–20, T25 N:R92W and sections 13, 24, and 25, T25N:R93W. The proposed mine is expected to be in operation for about 12 years.

3.19.2 Leasable Minerals

Coal and CBM occur in Tertiary and Cretaceous-age geologic formations, and oil and gas occur in geologic formations of Tertiary, Cretaceous, Jurassic, Triassic, and Pennsylvanian age underlying the project area. Oil shale resources occur within the Green River Formation in the Washakie Basin; however, the most geologically prospective oil shale resources of the Washakie Basin occur to the southwest of the CD-C project area (2012 Oil Shale and Tar Sands Draft Programmatic Environmental Impact Statement, posted at http://ostseis.anl.gov/documents/peis2012/) and so this resource will not be discussed further in this document. Other leasable minerals that occur within the CD-C project area are phosphate and sodium. The 2003 *Mineral Occurrence and Development Potential Report*, prepared for the RFO RMP (BLM 2003), indicates that the potential for development of phosphate is low. The report also concluded that the nature of the sodium deposits within the RFO (including the CD-C project area), in conjunction with the available domestic production capacity, suggests that there is little potential for commercial exploitation of the RFO's phosphate deposits. Because the potential for development is low, phosphate and sodium will not be discussed further in this document.

3.19.2.1 Coal and Coalbed Methane

Fort Union Formation

The Fort Union Formation of south and southwest Wyoming constitutes an enormous, largely untapped reserve of coal. Coals occur throughout the formation, but are thickest and most continuous in its lower part (the lower coal-bearing unit) (Smith *et al.* 1972, Sanders 1974 and 1975, Beaumont 1979, Edson 1979, Hettinger and Brown 1979, Honey and Roberts 1989, Honey and Hettinger 1989, Honey 1990, Jones 1991, Hettinger *et al.* 1991).

Within and adjacent to the project area, coal seams of the Fort Union Formation comprise the Creston-Cherokee and Green River coals. These coals are best developed along the east side of WY 789 in T19N:R92W and include about 20,364 leasable acres.

Studies of the Fort Union Formation coals in the project area and adjacent areas have been conducted by Sanders (1974, 1975), Edson (1979), Honey and Hettinger (1989), Honey and Roberts (1989), and Honey (1990). As many as ten coal seams have been mapped in the subsurface with individual seams averaging 10 to 20 feet thick, but thickening to as much as 40 feet. Net coal thickness increases in the subsurface southward toward the Baggs area where it may reach a maximum of about 75 feet. Thicker Fort Union coals have been interpreted to have accumulated in flood plains above and on the flanks of major Paleocene-age, south/north-oriented river systems. Thinner coal seams accumulated away from these main trunk streams.

The Fort Union Formation is a primary CBM target in the southeastern Greater Green River Basin, but the formation crops out at the surface only in the easternmost part of the project area, so few if any of the coalbeds that dip westward are buried deep enough to be candidates for development. Deeper buried coalbeds west and south of the area have ash-free gas contents generally less than 100 standard cubic feet per ton (scf/ton), but ranging from 9 to 561 scf/ton. Scott *et al.* (1994) estimated coal gas reserves in the western and southwestern parts of Carbon County underlying the project area to be less than 2 billion cubic feet (Bcf) per square mile (mi²) near the eastern margins of its subcrop, to 6–8 Bcf/mi² in deeper buried areas north and west of Baggs. These values may be enhanced by migration of gases into the area from deeper parts of the basin. Based on vitrinite reflectance percentages from wells in the Sand Wash Basin, Fort Union coals rank as sub-bituminous high volatile C bituminous and high volatile B bituminous.

Lance Formation

Coals occur discontinuously in outcrops in the Lance Formation from I-80 south for about 25 miles. Averaging about five feet in thickness, but ranging from a few inches to 22 feet thick, these coals are thicker, more abundant, and laterally extensive in the lower part of the formation. The coals have limited lateral extent and usually cannot be traced more than a few hundred to several thousand feet. Lance Formation coalbeds are minor CBM targets (Scott *et al.* 1994).

Mesaverde Group

Coal occurs in outcrops in the Mesaverde Group in several places along the western edge of the Sierra Madre, and exists in the subsurface within the project area. These coals are best developed high in the Mesaverde Group near its contact with the overlying Lewis Shale in exposures east of the project area, along the eastern edge of the project area (Atlantic Rim and Green River Coal Fields) and in T15-16N:R90-91W (an unnamed coal field). These fields include about 230,400 leasable acres. Coals are also developed sporadically lower in the Mesaverde Group (Allen Ridge Sandstone) but these coals are thin and discontinuous. Based on vitrinite reflectance percentages from wells in the Sand Wash Basin, the Mesaverde coals underlying the project area rank as high volatile C bituminous, high volatile B bituminous and high volatile A bituminous.

Coals in the Ericson Sandstone (a/k/a Pine Ridge Sandstone or Williams Fork Formation) include the thickest and most extensive coals of the Upper Cretaceous in the Greater Green River Basin and are the basin's prime CBM targets. The maximum net coal thickness of about 220 feet, contained in 40 individual coalbeds, occurs near Craig, Colorado. The coalbeds thin in a westerly and northerly direction, so that in the southeastern part of Carbon County, underlying the project area, net coal thicknesses range from 40 to 90 feet. These coals are interpreted to have accumulated in coastal plain environments and fluvial-dominated, wave-modified deltas, along a southwest/northeast-oriented strand (beach) line that faced southeastward into the Cretaceous epicontinental seaway.

Gas content values for coals developed in the Ericson Sandstone (a/k/a Pine Ridge Sandstone or Williams Fork Formation) range from less than 1 to more than 540 scf/ton, but are generally less than 200 scf/ton. Based on gas content values, Scott *et al.* (1994) estimated coal gas reserves in the western and southwestern parts of Carbon County underlying the project area to be less than or equal to 10 Bcf/mi² near the eastern margins of its subcrop and 8 to 40 Bcf/mi² in the extreme southwestern corner of the county.

Coals in the Rock Springs Formation (a/k/a Allen Ridge Sandstone or Iles Formation) are thinner and not as well-developed as those in the Pine Ridge and the formation is considered a minor coal-bearing unit and CBM target. A maximum net coal thickness of 32 feet occurs in the easternmost part of the Great Divide Basin, but in most other places it is typically less than 15 feet. These coals are interpreted to have accumulated in a variety of swampy environments above shoreline sandstones and in floodplains adjacent to delta river channels.

Based on samples from wells primarily in the Rock Springs Uplift, gas content values in the Rock Springs Formation (a/k/a Allen Ridge Sandstone or Iles Formation) range from zero to more than 650 scf/ton. No estimates of total coal gas reserves are available for this unit.

3.19.2.2 Oil and Gas

The region within which the CD-C project is located has produced substantial quantities of oil and natural gas, principally from Cretaceous rocks, but with additional notable resources derived from the Tertiary Wasatch and Fort Union Formations, and from the Pennsylvanian Tensleep Sandstone.

Developed oil and gas fields within the area are listed in **Table 3.19-1**. Most of these fields produce principally from stratigraphic traps in sandstones of the Tertiary and upper Cretaceous formations (DeBruin, 1996); a few produce from structural traps.

The Oil and Gas Fields Symposium Committee (1957, 1979, 1992), Gregory and DeBruin (1991), DeBruin and Boyd (1991), and DeBruin (1996) report oil and gas from wells penetrating the Cretaceous Niobrara, Lance, Shannon Sandstone, and Mesaverde formations in the region surrounding the towns of Dixon and Savery (east of the southern part of this study area), as well as some shows there from the Tensleep Formation. The Baggs South Oil and Gas Field and the West Side Canal Oil and Gas Field (Cronoble 1969; DeBruin 1993; Kaiser *et al.* 1994) produce oil and gas (largely gas) from combined stratigraphic and faulted structural traps in the lower Eocene Wasatch, the Paleocene Fort Union, and the Upper Cretaceous Lance, Fox Hills, Almond, and Lewis Shale (sandstone facies) in T12–13 N:R90–93 W, in the southern part of the adjacent Atlantic Rim CBM area.

Regionally, Colson (1969) reported Tertiary oil and gas production from all Tertiary stratigraphic units from the Tipton Tongue of the Green River Formation (within the report's study area), down to the level of the Cretaceous/Tertiary (Lance/Fort Union) unconformity. In the South Baggs Field in T12 N:R92 W (south of this study area), oil and gas are concentrated at the crest of a structural high (probably a faulted anticline) in the Fort Union Formation. Farther east, production in the West Side Canal Field (T12N:R 91–92W) is from the lower sandy interval of the Paleocene Fort Union Formation, also in a structural trap on a faulted anticline.

Table 3.19-1. Oil and gas fields in the CD-C project area and cumulative production as of 2007

| Field | General Location | Discovered | Producing Horizons (alphabetical) | Production/ Oil (BBLS) | Production Gas (MCF) |
|--------------------|---------------------|------------|---|---------------------------|-------------------------|
| Baldy Butte | 17N-92W | 1982 | Almond, Lewis, Mesaverde | 280,142 | 25,717,419 |
| Barrel Springs | 16N-93W | 1965 | Almond, Lance, Lewis, Mesaverde | 1,135,636 | 115,954,827 |
| Bastard Butte | 25N-97W | 1978 | Lewis | 7,200 | 9,806 |
| Battle Springs | 23N-94W | 1979 | Almond, Ericson, Lewis, Mesaverde | 17,732 | 1,754,063 |
| Blue Gap | 15N-92W | 1974 | Almond, Lance, Lewis, Mesaverde | 393,537 | 44,171,587 |
| Bush Lake | 24N-96W | 1978 | Almond, Lance, Lewis | 9,042 | 5,081,050 |
| Coal Gulch | 17N-93W | 1977 | Almond, Lewis, Mesaverde | 1,461,251 | 110,000,237 |
| Continental Divide | 22N-93W | 1964 | Dakota, Ericson, Lewis, Mesaverde | 54,117 | 875,731 |
| Cow Creek | 16N-92W | 1960 | Cow Creek, Dakota, Deep Creek, Frontier, Lewis, Mesaverde, Maropos, Muddy, Lakota, Nugget, Trout Creek | 1,850 | 22,352,883 |
| Creston | 19N-92W | 1960 | Almond, Blair, Ericson, Frontier, Lewis, Mesaverde | 481,245 | 36,871,009 |
| Creston Southeast | 19N-90W | 1977 | Almond | 151 | 105,857 |
| Delaney Rim Unit | 18N-97-98W | 1976 | Almond, Lewis, Mesaverde | 1,339,974 | 10,513,455 |
| Echo Springs | 19N-93W | 1976 | Almond, Ericson, Lewis, Mesaverde | 9,942,729 | 572,186,906 |
| Emigrant Trail | 17N-95W | 1981 | Almond, Lance, Lewis, Mesaverde | 68,305 | 2,009,639 |
| Fillmore | 20N-92W | 1977 | Almond, Ericson, Lewis, Mesaverde | 335,805 | 8,633,145 |
| Five Mile Gulch | 21N-93W | 1977 | Almond Ericson, Lewis, Mesaverde | 213,256 | 12,758,321 |
| Frewen | 19N–95W | 1990 | Almond Frontier, Lakota, Lewis, Mesaverde | 789,764 | 22,250,444 |
| Gale | 23N-96W | 1980 | Ericson, Lewis | 3,295 | 325,885 |
| Great Divide | 22–23N 95–96W | 1978 | Lance Lewis | 346,116 | 10,674,736 |
| Hay Reservoir | 24N-97W | 1977 | Almond, Big Coal, Lance, Lewis, Mesaverde | 2,615,544 | 165,002,506 |
| Lost Creek Basin | 23N-95W | 1981 | Ericson, Lewis, Mesaverde 28,413 | | 635,377 |
| Lost Creek | 23N-97W | 1972 | Lewis | 375 | 29,301 |
| Monument Lake | 21N-92W | 1977 | Almond, Ericson, Mesaverde | 20,057 | 1,634,814 |
| Nickey | 24N-96W | 1980 | Almond, Lewis | 1,511 | 1,785,984 |
| Red | 16N-94W | 1979 | Mesaverde | 2,240 | 106,418 |
| Red Desert | 18N-97-98W | 1971 | Almond, Lewis, Mesaverde | 240,542 | 23,318,701 |

Table 3.19-1. Oil and gas fields in the CD-C project area and cumulative production as of 2007, continued

| Field | General Location | Discovered | Producing Horizons (alphabetical) | Production/ Oil (BBLS) | Production Gas (MCF) |
|----------------|---------------------|------------|---|---------------------------|-------------------------|
| Robbers Gulch | 14N-91W | 1962 | Almond, Lance, Lewis, Mesaverde | 238,479 | 35,649,093 |
| Salazar | 16N-95W | 1975 | Lewis, Mesaverde | 4,735 | 535,536 |
| Sentinel Ridge | 23N-94W | 1977 | Almond Ericson, Lewis, Mesaverde | 4,761 | 1,045,093 |
| Shell Creek | 19N-96W | 1977 | Almond, Mesaverde | 11,935 | 521,586 |
| Siberia Ridge | 21N-94W | 1976 | Almond, Ericson, Lewis, Mesaverde | 2,427,328 | 147,569,111 |
| Standard Draw | 18N-93W | 1978 | Almond, Ericson, Lakota, Lewis, Mesaverde, Steele | 8,467,259 | 505,804,384 |
| Stock Pond | 22N-95W | 1978 | Almond, Ericson, Mesaverde | 10,502 | 1,318,232 |
| Strike | 22N-95W | 1994 | Almond, Ericson, Lewis, Mesaverde | 138,919 | 2,000,549 |
| Table Rock | 18–19N 97–98W | 1946 | Almond, Blair, Carney Coal, Dakota, Ericson, Fort Union, Fox Hills, Frontier, Lewis. Madison, Mesaverde, Morgan, Nugget, Wasatch, Weber | 6,378,299 | 716,430,993 |
| Table Rock SW | 18N-98W | 1955 | Almond, Lewis | 37,589 | 1,628,192 |
| Tierney | 19N–94W | 1973 | Almond, Frontier, Lewis, Mesaverde | 1,394,555 | 42,717,016 |
| Wamsutter | 20–21N 94–95W | 1958 | Almond, Ericson, Lance, Lewis, Mesaverde, Rock Springs | 3,745,535 | 36,672,037 |
| Wells Bluff | 18N-96W | 1977 | Almond, Ericson, Mesaverde | 24,480 | 555,970 |
| Wild Rose | 17-18N-94W | 1975 | Almond, Ericson, Fort Union, Lance, Lewis, Mesaverde | 6,692,296 | 399,132,288 |
| Windmill Draw | 15N-94W | 1979 | Almond, Ericson, Mesaverde | 1,987 | 870,431 |

3.19.3 Mineral Materials

Mineral materials, also termed "salable" minerals, include common varieties of sand, stone, gravel, pumice, pumicite, cinders and clay, which are generally put to use in building and construction. Salable minerals disposition is addressed under the Materials Act of July 31, 1947, as amended by the Acts of July 23, 1955 and September 28, 1962 (BLM 2003b). The BLM disposes of mineral materials via contract sales where the material is sold by the ton or cubic yard at fair market value, or provides them to governmental entities or nonprofit organizations under free-use permit pursuant to 43 CFR Part 3600 regulations. Potential purchasers or permittees may conduct pre-application sampling and testing of a mineral material deposit per 43 CFR 3601.30 (BLM 2012d).

The most significant salable mineral within the RFO—and within the CD-C project area—is aggregates, or sand and gravel, occurring in the project area typically as terrace and alluvial sand and gravel deposits and as windblown (dune) deposits. Mapped occurrences of sand and gravel deposits are found at the following general locations in and near the project area (2003b):

• T25N:R95-96W North of Lost Creek Basin (terrace)

• T22N:R95-96W Northeast flank of the Red Desert Basin (terrace)

T20-21N:R92W Creston Junction area (terrace)
 T24N:R96W East of Hay Reservoir (alluvial)

• T24N:R95W Mouth of Eagle's Nest Draw (alluvial)

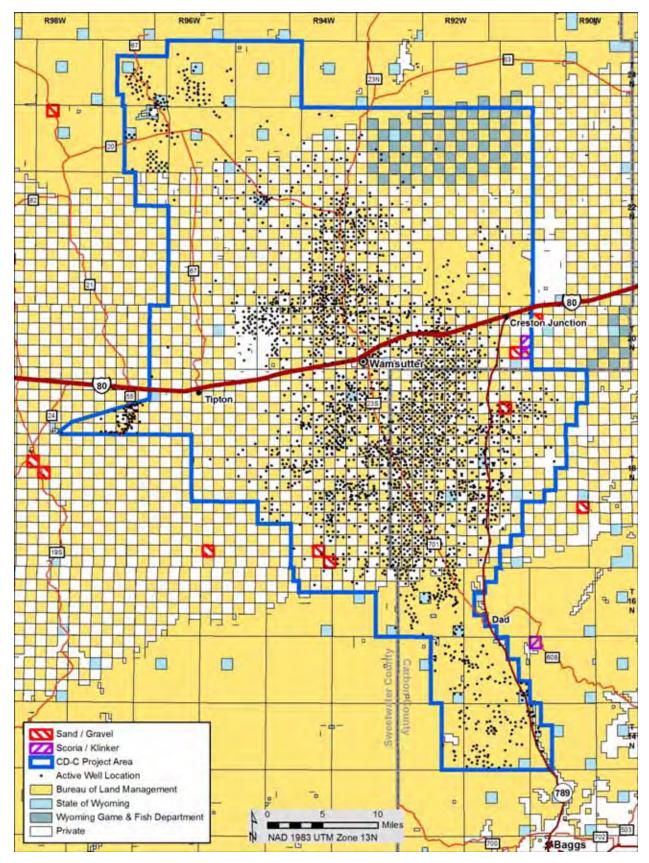
• T19N:R93W Echo Springs, southeast of Wamsutter (alluvial)

• T12-17N:R91-92W Muddy Creek area (alluvial)

• T21-23N:R95-96W Red Desert Basin (windblown sand)

• T16-17N:R93-94W Barrel Springs Draw (windblown sand)

Also present within the project area are pumice and scoria, near Creston Junction, and baked and fused shale (known locally as "scoria" or "klinker" but not technically a true volcanic scoria), with several large deposits in the area stretching from Creston Junction to Baggs. Both are important local sources of aggregate. Some of these deposits have been developed as gravel pits. Sources on BLM-administered land are located near Wamsutter (T19N:R95W), Creston Junction (T20N:R91W), and along the Little Snake River (T12-13N:R90-91W) (BLM 2003b). Several sites on private lands also provide mineral materials. **Map 3.19-1** shows the locations of permitted sand and gravel and scoria mines by section within and adjacent to the CD-C project area (WDEQ – Land Quality Division 2012).



Map 3.19-1. Permitted sand, gravel, and scoria/klinker mines within and near the CD-C project area

No warranty is made by the BLM for use of the data for purposes not intended by the BLM.

CHAPTER 3—AFFECTED ENVIRONMENT—HEALTH AND SAFETY

3.20 HEALTH AND SAFETY

Existing health and safety concerns in and adjacent to the project area include occupational hazards associated with natural gas exploration and operations, the operation of vehicles on improved and unimproved roads, natural gas pipeline operations, winter driving and working conditions, hunting-related firearms accidents, collisions with livestock and big game, and low-probability natural hazards associated with events such as landslides, flash-floods, range fires, or winter blizzards.

3.20.1 Worker Safety

Health and safety concerns within the existing project area are primarily the occupational hazards associated with oil and gas development and production activities. Operators and service companies working within the field are governed by the State of Wyoming Department of Employment Workers Occupational Health and Safety (WOSHA) program. WOSHA has adopted the federal Occupational Safety and Health Administration (OSHA) general construction program rules and regulations and has special rules for oil and gas well drilling, well servicing, and special servicing operations.

The project workforce can be divided into two groups: those associated with drilling and completion activities and those involved in production operations. Drilling services employment categories had a non-fatal accident rate of 6.8 per 100 employees in 2004 compared to the operations support category non-fatal accident rate of 2.7 in the same year (U.S. Department of Labor, OSHA 2007). Due to the high level of accidents (greater than three lost work-day injuries and illness, or LWDII) experienced in these occupations, oil and gas well drilling is one of the OSHA target industries in a cooperative effort between OSHA and industry partners to reduce accident and fatality rates. By 2009, these accident levels had dropped to 1.9 and 2.2, respectively (OSHA Bureau of Labor Statistics 2009). By comparison, all private industry workplaces reported a LWDII injury rate of 4.0 per 100 employees in 2009 (Bureau of Labor Statistics 2009).

Natural gas gathering, compression, stabilization, and transmission operations currently take place in the project area. Most natural gas transmission and gathering pipeline operations are regulated by the U.S. Department of Transportation (USDOT) Office of Pipeline Safety (OPS). In 2006 there were 133 onshore natural gas transmission and gathering line accidents reported nationwide, resulting in three fatalities and four injuries; in 2010 there were 92 such accidents including eight fatalities in the transmission line system (USDOT OPS 2011). The OPS regulations require stringent system maintenance programs, emergency response planning, risk management planning, and individual personnel operations and maintenance training for each natural gas pipeline system.

3.20.2 Public Health and Safety

The project area is attractive to local residents as a recreation area for such pursuits as bird and big game hunting, rock-hounding, and seeking solitude. The area is also home for scattered rural families and their ranching operations.

The roads within the project area see a wide variety of use. BLM and county roads have historically been built to the appropriate standards for the anticipated use, as have the private roads in the area. Single-lane dirt roads provide access to individual well sites and are used primarily by site workers but may be used by bird and big game hunters. In an effort to protect their employees, as well as the public, the Operators have safe driving policies in place. The project area is intersected by I-80. This very high-volume interstate highway provides access to the project area for contractors, drilling crews, production personnel, and the general public. This topic is more fully discussed in **Section 3.16 Transportation**.

The OPS regulates some aspects of gas-gathering and transmission pipelines operated in the field and beyond. USDOT regulations also address the safe transportation of hazardous materials (i.e. condensate, crude oil, methanol, drilling mud chemicals) on the national roads and highways. The gas produced in the

CHAPTER 3—AFFECTED ENVIRONMENT—HEALTH AND SAFETY

project area is generally "sweet," meaning it does not contain hydrogen sulfide (H₂S), and therefore it does not pose a H₂S hazard to the general public or to site workers.

Fire-prevention measures for pipeline and site construction are in place during the summer construction season. These include using equipment with spark arrestors, welding in cleared areas only, and the ready availability of fire extinguishers or water trucks in the event fire occurs. The BLM requires extra precautions in the event of drought or high fire danger.

Local and state emergency responders are annually provided information regarding the location and nature of hazardous materials that are held in quantities in excess of their regulatory threshold planning quantity (TPQ) or 10,000 pounds, as appropriate. All Operators and their contractors are required to supply this information under the Community Right-to Know Laws (40 CFR 355 and 370, as amended). Each Operator has an Emergency Action Response Plan as well as access to the trained personnel and equipment needed to respond to releases of hazardous materials or other hazardous conditions in the project area.

3.20.3 Other Risks and Hazards

Any firearm-related accidents would occur primarily during hunting season. No data were available to estimate or discuss the likelihood of risk for gas-field workers to be injured by hunters. Risk of human-caused fire in the project area is low.

3.21 WASTE AND HAZARDOUS MATERIALS MANAGEMENT

Numerous companies operate within the project area; all Operators and their contractors are responsible for compliance with all local, state, and federal regulations applicable to their operations for environmental protection. Different companies have different compliance philosophies, ranging from minimal compliance to compliance programs that exceed regulatory requirements.

3.21.1 Waste Management

The management of non-exempt hazardous and non-hazardous (solid) wastes is regulated under the Resource Conservation and Recovery Act (RCRA) (40 CFR Part 260-268) while the management of releases of hazardous materials into the environment is regulated under the Comprehensive Environmental Response, Compensation and Liabilities Act (CERCLA) (40 CFR Part 300-374). Oil and gas exploration, production, gas-gathering, processing wastes, and releases of hazardous materials into the environment are generally considered to be RCRA-exempt and are regulated by the WOGCC or WDEQ and the BLM. All wastes are to be treated or disposed of in an approved manner consistent with existing laws and regulations (Gold Book, BLM 2007b). Non-exempt wastes will not be mixed with exempt wastes. BLM Wyoming has established policy regarding the management of exploration and production wastes (WY 2012-007, November 15, 2011), and the applicable standards from the IM will be considered and evaluated at the time APDs or Sundry Notices are reviewed by the BLM.

A number of permitted solid or hazardous waste sites in the project area are identified in the WDEQ Solid and Hazardous Waste Division database. These range from the historic Wamsutter landfill to active disposal facilities for specific gas-field operational areas.

Non-hazardous solid waste typically includes oil and gas exploration, production, and gas-gathering, as well as processing wastes and releases of hazardous materials into the environment, and is considered RCRA-exempt. These materials are variously regulated by WDEQ, WOGCC, and the BLM. Buried materials may also be present in association with historic homestead locations. Non-hazardous solid wastes generated from operations are hauled to municipal landfills in Wamsutter, Rock Springs, and Rawlins.

CHAPTER 3—AFFECTED ENVIRONMENT—WASTE AND HAZARDOUS MATERIALS

Hazardous wastes are generated in association with some gas-processing operations in the CD-C project area. These wastes and disposal sites are permitted and managed in compliance with the WDEQ hazardous waste program regulations.

Non-hazardous trash and debris are collected in dumpsters or trash cages at the individual well sites, compressor stations, construction sites, and man camps. Trash is also collected in individual containers or bags for off-site disposal. These waste materials are disposed of in accordance with state standards as imposed by the county sanitarian.

Drilling Mud – Portions of the project area have been producing natural gas and oil since at least 1958. Regulations and industry standards for the management of wastes have changed substantially since that time. Until the 1980s waste materials generated during drilling, production, and processing operations would typically have been buried near the point of generation within the field area. Reserve pit contents may have been buried at older producing or plugged-and-abandoned well sites. The disposal of these materials is now regulated and approved by the WOGCC and the BLM. More recently some of the Operators have recycled drilling mud between wells for re-use. This practice reduces the volume of material to be disposed of. Historically, the BLM required drilling pits to be fenced upon rig release and backfilled within six months of well completion. If a liner has been used in the reserve pit, any liner material must be removed to below ground-level before being covered. Completion fluids are also recycled to the extent possible to minimize waste disposal but are generally produced to an open pit onsite for disposal. Reserve-pit and well-completion wastes are generally classified by the EPA as "exempt non-hazardous" and are not regulated by the RCRA (40 CFR 261.4).

In the event **flaring or venting of natural gas** is required to facilitate safe operations, Operators must comply with the notification provisions of BLM Notice to Lessee (NTL)-4A, which allows the flaring of gas in emergencies for up to 30 days or 50 MMcf. Longer duration or higher-volume flaring events would require subsequent BLM approval. Operators must also follow WDEQ Air Quality and WOGCC rules.

Produced water within the project area is currently managed through the use of private and commercially permitted evaporation ponds and injection/disposal wells. These facilities have been permitted by the WOGCC, WDEQ, and the BLM as applicable. The specific permitting mechanism depends on facility ownership, source of produced water, and location. Historically, water may have been allowed to evaporate onsite using individual produced-water disposal pits; this practice is no longer common.

Sanitary wastes are disposed of in permitted septic systems for permanent and long-term temporary facilities such as offices and man camps. Portable toilets are provided for long-term construction, drilling, and completion operations; these wastes are hauled to municipal sewage-treatment plants for disposal.

3.21.2 Hazardous Materials Management

The affected environment for releases of wastes or hazardous materials includes air, water, soil, and biological resources that may be impacted by the release in the course of transportation, use, or storage of the material in construction or field operations. Areas that are particularly vulnerable to the release of such materials include wetlands, water bodies, areas of shallow groundwater and areas where wildlife and humans could be directly impacted.

Hazardous materials are used in drilling, field development, construction, completion, and production operations. BLM requires that NEPA documents list and describe any materials categorized as Hazardous or Extremely Hazardous that would be produced, used, stored, transported, or disposed of as a result of a proposed project (IM 1994-081, WY Information Bulletin 1997-011 and IM WY-94-059). This compilation for the CD-C project can be found in **Appendix K**, **Hazardous Materials Management Summary**. Operators are encouraged to substitute less-toxic yet equally effective products when

CHAPTER 3—AFFECTED ENVIRONMENT—WASTE AND HAZARDOUS MATERIALS

available (BLM 2007b) in all phases of operations. Substitutions are not always available; therefore, it is acknowledged that hazardous materials may be used in the project area.

Numerous companies operate within the project area; each has a responsibility to comply with the state and federal regulations applicable to its operations. Different companies have different compliance philosophies, ranging from minimal compliance to compliance programs that exceed regulatory requirements. Each company is required to provide the RFO with an Emergency Response Plan that covers its operations within the RFO. These documents serve two purposes: to ensure that company personnel are aware of the need to notify the RFO in the event of an emergency involving hazardous substances, produced water, and/or hydrocarbons; and to verify that contingency planning for such an emergency is in place. Company documents regarding spill-response planning, Community Right-to-Know reports, Spill Prevention, Control, and Countermeasure (SPCC) plans, and documents containing other relevant information, are maintained by the individual Operators.

3.21.3 Hazardous Materials Releases and Spill Response

The Operators have trained personnel and/or contractors as well as the equipment needed to respond to releases of hazardous materials in the project area. Wells in the project area are completed in a number of different hydrocarbon reservoirs and produce a variety of fluids including condensate and oil in addition to natural gas and water. There is potential for these produced fluids as well as materials brought in for operations such as fuel, lube oils, mud products, and completion fluids to be released into the environment. Releases of materials are reported to state and federal regulators as required. BLM NTL-3A is the appropriate mechanism for reporting spills (of hydrocarbons, produced water, or other hazardous materials), accidents, blowouts, or other undesirable events that occur from federal minerals or on BLMmanaged surface; otherwise, spills of hydrocarbon, produced water, and/or hazardous materials are reported to WDEQ (Section 4 of Chapter 4 of WDEQ Wyoming Water Quality Rules and Regulations) and WOGCC (Section 3 of Chapter 4 of WOGCC Rules). Remediation of contaminated soils or off-site disposal of contaminated material is approved by BLM prior to the management action. Operators must comply with the applicable provisions of the EPA's SPCC regulations found at 40 CFR 112. These regulations require secondary containment for mobile and non-mobile equipment as well as some transportation-related activities that contain oil in volumes greater than 1,320 gallons that could impact navigable waters of the U.S. in the event the material is released. This rule applies to compressor stations, drilling and production operations, as well as other activities within the project area. Most Operators in the project area have prepared contingency plans that will be activated should there be an emergency or hazardous materials release.